

# भारत का राजपत्र

## The Gazette of India

प्राधिकार से प्रकाशित  
PUBLISHED BY AUTHORITY

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नई दिल्ली, शनिवार, अक्टूबर 22, 1966 (आश्विन 30, 1888)

No. 43]

NEW DELHI, SATURDAY, OCTOBER 22, 1966 (ASVINA 30, 1888)

इस भाग में निम्न पृष्ठ संख्या दी जाती है जिससे कि यह अलग संकलन के रूप में रखा जा सके

Separate paging is given to this Part in order that it may be filed as a separate compilation

## भाग III—खण्ड 4

## PART III—SECTION 4

विविध निकायों द्वारा जारी की गई विविध अधिसूचनाएं जिसमें अधिसूचनाएं, आदेश, विज्ञापन और सूचनाएं सम्मिलित हैं  
Miscellaneous Notifications including Notifications, Orders, Advertisements and Notices  
issued by the Statutory Bodies

THE INSTITUTE OF CHARTERED ACCOUNTANTS  
OF INDIA

New Delhi, the 7th October 1966

No. 8-CA(1)/7/66-67.—In pursuance of Clause (iii) of Regulation 10(1) of the Chartered Accountants Regulations, 1964, it is hereby notified that the Certificate of Practice issued to Shri C. Sabapathy, A.C.A., (Membership No. 8067) of 13, T. P. Koil Street, Triplicate, Madras-5, shall stand cancelled with effect from the 19th day of August, 1966 to 30th June 1967, as he does not desire to hold the Certificate of Practice during the period mentioned above.

(CHARTERED ACCOUNTANTS)

The 11th October 1966

No. 1-CA(11)/66—The following draft of certain amendments to the Chartered Accountants Regulations, 1964, which it is proposed to make in exercise of the powers conferred by sub-sections (1) and (3) of Section 30 of the Chartered Accountants Act, 1949 (Act XXXVIII of 1949), is published for information of all persons likely to be affected thereby and notice is hereby given that the draft will be taken up for consideration on or after the 30th November 1966.

Any objection or suggestion which may be received from any person with respect to the said draft before the date specified will be considered by the Council of the Institute of Chartered Accountants of India, New Delhi.

I. For the existing sub-regulation (1) of regulation 61, substitute the following :—

“(1) Subject to other provisions of these Regulations, a member shall be entitled to vote in an election to the Council from the regional constituency within whose territorial jurisdiction his professional address falls on a date immediately six months prior to the date on which the list of members eligible to vote in the election is published.

Provided that his name has been borne on the Register continuously for a period of not less than six months immediately prior to the date of the publication of the said list, and

Provided further that he is not in arrears in respect of his annual membership fee and the regional council fee on a date 45 days before the date, and in case of more than one date the first of the dates, fixed for the poll.”

II. For the existing regulation 62, substitute the following :—

“62. Qualifications of members to stand for election.

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Subject to other provisions of these Regulations, a fellow whose name is included in the list of members eligible to vote published under sub-regulation (1) of regulation 64 and whose name continues to be on the Register on the date on which he is to cast his vote, shall be eligible to stand for election to the Council from the regional constituency in which his name is included.”

III. In the sub-regulation (1) of regulation 63, for the words “two hundred and ninety”, substitute the words “three hundred and ninety”.

IV. For the existing sub-regulation (1) of regulation 64, substitute the following :—

“(1) At least three months before the date, and in case of more than one date, the first of the dates of polling fixed for an election, the Council shall publish for each regional constituency, a list of members eligible to vote showing ‘inter alia’ distinctly and separately—

- whether the voter is an associate or a fellow;
- the manner in which the voters in any particular place shall exercise their franchise; and
- in case the voters at a place are to exercise their franchise at a polling booth, the number and address of the polling booth at which the franchise shall be exercised.

Explanation I : The address of a member published in the list of voters shall be final for determining the manner in which he shall be entitled to cast his vote or the constituency or the polling booth to which he shall belong for the purposes of casting his vote :

Provided that in a city where there is more than one polling booth, the Secretary may, in his discretion, permit a member attached to a booth to vote at another booth within the same city, on an application made in this behalf stating the reasons why he wants to vote other booth, within 30 days of the date of publication in the Gazette of India of the notification under sub-regulation (4).

Explanation II : The inclusion of the name of a member in the list of members eligible to vote shall not confer an absolute right to vote at the election which shall be subject to the other provisions of these Regulations.”

V. For the existing sub-regulation (2) of regulation 64, substitute the following :—

“(2) The list of members eligible to vote shall be put on the Notice Board of the Council, the Notice Boards of the Regional Council concerned as well as the Notice Boards of the branches of the Regional Council concerned wherever these exist.”

VI. In sub-regulation (5) of regulation 64, for the words "before the date or dates of polling fixed for an election", substitute the words "before the date, and in case of more than one date the first of the dates of polling fixed for an election".

VII. Re-number sub-regulation 64(5) as 65(1) and re-number the existing Regulation 65 as 65(2).

VIII. For the existing sub-regulation (1) of regulation 66, substitute the following :—

"(1) A candidate for election shall pay in all a fee of five hundred rupees irrespective of the number of nominations, by a demand draft payable at the headquarters of the Institute."

IX. For the existing regulations 67 to 70, substitute the following :—

*"67. Scrutiny of nominations"*

(1) The Secretary shall scrutinize the nomination papers of all the candidates and shall endorse on each nomination paper his decision whether he accepts or rejects the nomination.

(2) The Secretary shall record a brief statement of his reasons if he rejects a nomination.

(3) The Secretary shall refuse or reject a nomination if he is satisfied :—

- (i) that the candidate was ineligible to stand for election; or
- (ii) that the proposer or the seconder was not qualified to subscribe to the nomination of the candidate in the appropriate Form; or
- (iii) that the signature of the candidate or of the proposer or the seconder is not genuine or has been obtained by force or fraud; or
- (iv) that the candidate or the proposer or the seconder is in arrears in respect of the annual membership fee and/or the regional Council fee on the date he signs the form of nomination; or
- (v) that there has been a failure to comply with the provisions of regulations 65 or 66.

*Explanation I :* The Secretary may not reject a nomination paper on the ground of a technical defect which is not of a substantial character.

*Explanation II :* The rejection of the nomination of a candidate by reason of any irregularity in respect of that nomination is no bar to the acceptance of another nomination which is valid in respect of the same candidate.

(4) In a case where the nomination, or if more than one nomination were filed, all the nominations of a candidate have been rejected, the Secretary shall give notice of his decision together with brief statement of his reasons therefor to the candidate concerned by registered post.

*68. Appeal against refusal or rejection of a nomination*

(1) A candidate whose nomination has been refused or rejected by the Secretary shall have a right of appeal against the decision of the Secretary.

(2) An appeal shall be presented to the Council within fifteen days of the date of issue of communication conveying such refusal or rejection and the same shall be heard by a Committee appointed by the Council in this behalf.

(3) The Committee shall consist of any three persons one of whom shall be appointed as the Chairman :

Provided that a candidate for the election shall not be a member of the Committee.

(4) The Committee shall have the power to inspect documents, examine witnesses, record evidence, receive affidavits, grant adjournments, and shall such other powers as may be necessary for the efficient and due performance of its duties.

(5) The decision of the Committee shall be final.

*69. Preparation of lists of valid nominations*

(1) On completion of the scrutiny of the nominations, the Secretary shall forthwith prepare a list of valid nominations for each constituency and cause a copy of the list to be sent by registered post to each candidate from that constituency whose nomination has been accepted as valid.

(2) The list shall contain full names in alphabetical order and the addresses of the validly nominated candidates for each constituency.

*70. Withdrawal of candidature*

(1) A candidate may withdraw his candidature by notice in writing subscribed by him and delivered to the Secretary before 3.00 P.M. of the tenth day following the date of issue of the communication under sub-regulation (1) of regulation 69.

(2) A candidate who has withdrawn his candidature shall be incompetent to cancel his withdrawal.

(3) The withdrawal of candidature shall be intimated by the Secretary to the other candidates standing for election from the same constituency.

(4) A candidate who has withdrawn his candidature in accordance with sub-regulation (1) shall be entitled to the refund in full of the fee paid by him under sub-regulation (1) of Regulation 66."

X. Insert the following new regulation 70A, after regulation 70 :—

*"70A. Intimation of final list of nominations to voters"*

(1) The Secretary shall omit from the list of valid nominations the names of candidates who have withdrawn their candidature and send the final list of nominations for each constituency to all the candidates for that constituency by registered post and to the voters for that constituency.

(2) The list shall be put on the notice board of the Council, the notice boards of the Regional Council concerned as well as the notice boards of branches of Regional Council concerned, wherever these exist."

XI. In regulation 71, for the words "before the date or dates of polling fixed for the election", substitute the words "before the date, and in case of more than one date the first of the dates of polling, fixed for the election".

XII. In sub-regulation (1) of regulation 72, for the words "before the date fixed for polling", substitute the words "before the date, and in case of more than one date the first of the dates, fixed for polling".

XIII. For the existing regulation 75, substitute the following :—

*"75. Polling Booths"*

The Secretary shall set up such number of polling booths at such places as he deems necessary :

Provided that no polling booth shall be set up in any town or city having less than 25 voters, according to their professional addresses, as given in the list of members eligible to vote:

Provided further that in a city having more than 400 voters, there shall be one polling booth for every 400 voters."

XIV. At the end of regulation 76, insert the following new sub-regulation (3).

"(3) Where the polling officer appointed by the Secretary is unable to conduct the polling on one or more of the day/days fixed for the polling, he may appoint any other person to act on his behalf."

XV. For the existing sub-regulation (2) of regulation 79, substitute the following :—

"(2) He may appoint any two members as his authorised representatives for each polling booth, only one of whom shall be entitled to be present at a time on his behalf at that particular polling booth."

XVI. In the sub-regulation (3) of regulation 79, for the words "at least thirty days before the date fixed for the poll", substitute the words "at least thirty days before the date, and in case of more than one date the first of the dates, fixed for the poll".

XVII. In regulation 82, re-number the sub-regulation (2) as sub-regulation (1) and sub-regulation (1) as sub-regulation (2) thereof.

XVIII. In sub-regulation (2) of regulation 86, delete the words "at the end of the day, when the polling officer inspects it".

XIX. In regulation 89, for the words "thirty days before the date fixed for the poll" substitute the words "twenty-five days before the date, and in case of more than one date the first of the dates, fixed for the poll".

XX. For the existing sub-regulation (3) of regulation 90, substitute the following :—

“(3) An application in the appropriate Form, for permission to vote by post, shall be sent to the Secretary so as to reach him at least 45 days before the date, and in case of more than one date the first of the dates fixed for the poll, and an application not received within the time specified shall not be considered.”

XXI. For the existing sub-regulation (5) of regulation 90, substitute the following :—

“(5) A member who has been permitted to vote by post shall record his vote before a Magistrate, a Gazetted Officer, a Justice of the Peace, a Notary Public, or principal or head of a college affiliated to a university or of a higher secondary school recognised by the competent authority, in a room where no one else shall be permitted to be present.”

XXII. Delete the proviso to sub-regulation (1) of regulation 102.

XXIII. In XXX sub-regulation (2) of the regulation 102, delete the words “in the conduct of the election”.

XXIV. For sub-regulation (1) of regulation 112, substitute the following :—

“(1) (i) Subject to the other provisions of these Regulations, a member shall be entitled to vote at an election to the Regional Council from the region within which his professional address falls on a date immediately six months prior to the date on which the list of members eligible to vote for that election is published :

Provided that his name has been borne on the Regional Register continuously for a period of not less than six months immediately prior to the date of publication of the said list, and

Provided further that he is not in arrears in respect of the annual membership fee and/or the regional council fee on a date 45 days before the date, and in case of more than one date the first of the dates, fixed for the poll.

(ii) (a) At least three months before the date, and in case of more than one date the first of the dates of polling fixed for an election, the Council shall publish for each regional constituency, a list of members eligible to vote showing whether a voter is an associate or a fellow.

(ii) (b) The list of members eligible to vote shall be put on the Notice Board of the Council, the Notice Boards of the Regional Council concerned as well as the Notice Boards of the branches of the Regional Council concerned wherever these exist.

(iii) The list shall be available on payment of such price as may be fixed by the Council and this shall be notified in the Gazette of India and the Institute's Journal.”

XXV. After sub-regulation (2) of regulation 112, insert the following new sub-regulation (2A).

“(2A) (i) Subject to the provisions of Chapter VI, a member whose name is included in the list of voters published under this regulation shall be eligible to stand for the election to the Regional Council for the region in which his name is included.

(ii) The Council shall publish in the Gazette of India a notice stating the number of members to be elected and calling for nominations of candidates for election by a specified date which shall not be less than 14 days from the date of the publication of the notice.”

XXVI. In sub-regulation (3) of regulation 112, for the words “fifty rupees” substitute the words “one hundred rupees” XXVII. For sub-regulation (4) of regulation 112, substitute the following :—

“(4) The number of members to be elected to the Regional Council shall be one for every hundred and ninety five members in the region, entitled to vote at the election, fractions exceeding half being counted as one and fractions equivalent to or less than half being omitted :

Provided however, that there shall be at least five elected members in each Regional Council.”

XXVIII. In sub-regulation (7) of regulation 112, for the words “hereinbefore mentioned”, substitute the words “contained in this Chapter”.

XXIX. In Schedule ‘A’ for the existing Form 26, substitute the following new Form :—

### “FORM 26”

*Form of nomination of a candidate for election to the Council of the Institute of Chartered Accountants of India.*

We, the undersigned Members of the Institute of Chartered Accountants of India, not being in arrears this day in respect of our respective annual membership and/or regional council fees for the current year and being qualified to vote in the election of members to the Council of the Institute by the \_\_\_\_\_ constituency do hereby nominate \_\_\_\_\_ who is a Fellow Member of the Institute belonging to that constituency, as a candidate for the election to be held in the year 19\_\_\_\_.

- (1) Signature of proposer  
Name in full  
Enrolment Number  
Address
- (2) Signature of seconder  
Name in full  
Enrolment Number  
Address

Dated this \_\_\_\_\_ day of \_\_\_\_\_ 19 .

I, \_\_\_\_\_ being a Fellow Member of the Institute belonging to the \_\_\_\_\_ constituency, not being in arrears this day in respect of my annual membership and/or regional council fees for the current year agree to stand for the election by the said constituency to be held in the year 19\_\_\_\_.

I send herewith the fee of Rs. 500 (Rupees five hundred only) by Demand Draft No. \_\_\_\_\_ dated the \_\_\_\_\_ on \_\_\_\_\_ drawn in favour of the Secretary, The Institute of Chartered Accountants of India, payable at New Delhi.

Signature of candidate  
Name in full  
Enrolment Number  
Address

Dated this \_\_\_\_\_ day of \_\_\_\_\_ 19 .”

XXX. In Schedule ‘A’, insert the following new form “26A”.

### “Form 26A” [See Regulation 90(3)]

*Form of application for permission to vote by post under regulation 90*

The Secretary,  
The Institute of Chartered Accountants of India,  
Dear Sir,

Sub :—Elections—19 .

I hereby apply for permission to vote by post under regulation 90 of the Chartered Accountants Regulations, 1964. I give below the necessary particulars :

1. Full Name
2. Membership No.
3. Serial No. and address of the Polling Booth allotted to the member.
  - \*Has there been a permanent change in the address from the one published in the list of voters.
  - \*If the answer to above is in the affirmative, please indicate the present address.
  - \*Are you residing beyond a radius of ten miles from the polling booth allotted to you.
  - \*If the answer to above is in the affirmative, please state the distance and the full address.

Date :

Place :

VERIFICATION :

Signature of the Member

I declare that the particulars given above are correct to the best of my knowledge and belief.

Date :

Place :

Signature of the Member

\*Delete if not applicable.”

C. BALAKRISHNAN  
Secretary

**INDUSTRIAL FINANCE CORPORATION OF INDIA***Offices of the Corporation***Head Office :**

Burmah-Shell House (Annexe II),  
Connaught Circus,  
Post Box No. 363,  
NEW DELHI (Telephone Nos. 40052, 40053,  
40054 & 40055), (Telegram : FINCO).

**Bombay Office :**

Liberty Building,  
8, Marine Lines,  
Post Box No. 1045,  
BOMBAY-1 (Telephone Nos. 242075 & 241421),  
(Telegram : FINCORPIN).

**Calcutta Office :**

23, Rajendra Nath Mukherjee Road,  
Third Floor,  
Post Box No. 2483,  
CALCUTTA-1 (Telephone Nos. 23-9781, 23-9782  
& 23-1293), (Telegram : FINCODIA).

**Madras Office :**

Devraj Mansion,  
123, Mount Road,  
Post Box No. 1080,  
MADRAS-6 (Telephone Nos. 86595 & 85087),  
(Telegram : FINCORPIN).

**NOTICE**

Notice is hereby given that the EIGHTEENTH ANNUAL GENERAL MEETING of the Shareholders of the INDUSTRIAL FINANCE CORPORATION OF INDIA will be held on Thursday, the 29th September, 1966 at 4.00 P.M. (Standard Time) in the Constitution Club, Main Hall, (Ground Floor), Vithalbhai Patel House, Rafi Marg, New Delhi-1, to transact the following business :—

1. The Balance Sheet of the Corporation and the Profit and Loss Account for the year ended the 30th June, 1966, together with a report by the Board on the working of the Corporation during the year and the Auditors' Report on the said Balance Sheet and Accounts shall be read and considered.
2. To elect under Section 34 of the Industrial Finance Corporation Act, 1948, one Auditor duly qualified to act as Auditor of Companies under Section 226 of the Companies Act, 1956 (1 of 1956) by the parties mentioned in subsection (3) of Section 4 of the Industrial Finance Corporation Act, namely scheduled banks, insurance companies, investment trusts and other like financial institutions and co-operative banks, in place of Messrs S. B. Billimoria and Company, Bombay, who retire but are eligible for re-election.

C. D. KHANNA  
General Manager

**OUTLINE OF THE INDUSTRIAL FINANCE CORPORATION OF INDIA****Incorporation and Purpose**

The I.F.C. was established in 1948 under an Act of the Indian Parliament, with the object of making medium and long-term credits more readily available to industrial concerns in the private sector in India.

**Capital**

Fifty per cent of the paid-up capital now standing at Rs. 8.3 crores is held by the Industrial Development Bank of India (I.D.B.I.) which is a wholly-owned subsidiary of the Reserve Bank of India. The remaining 50% is held by scheduled banks, co-operative banks, insurance concerns and investment trusts etc.

**Management**

The Board of Directors consist of a whole-time Chairman appointed by the Central Government after consultation with the I.D.B.I. and twelve directors. Six directors are elected by share-holders other than the I.D.B.I. Four directors are nominated by the I.D.B.I. and two by the Central Government.

**Functions and lending policies**

Any public limited company or co-operative society incorporated and registered in India which is engaged or proposing to engage in the manufacture, preservation or processing of goods, or in the shipping, mining or hotel industry or in the generation or distribution of electricity or any other form of power is eligible for financial assistance. The assistance may take the shape of long-term loans—both rupee and foreign currency; underwriting of

equity, preference and debenture issues; subscribing to equity, preference and debenture capital; guaranteeing of deferred payments in respect of machinery imported from abroad or purchased in India and guaranteeing of loans raised in foreign currency from foreign financial institutions as also those raised in rupees from scheduled banks or State Co-operative Banks or floated in the public market. The finances of the I.F.C. are available for the setting up of new industrial projects as also for the renovation, modernisation, expansion or diversification of existing ones.

**Sources of funds**

The main eligible sources of funds of the I.F.C., other than its own capital, retained earnings, repayment of loans and sale of investments, are borrowings from the market by issue of bonds, loans from the Central Government and foreign credits.

As on the 30th June, 1966

**BOARD OF DIRECTORS**

A. BAKSI	Chairman
CHARAT RAM	
S. R. VASAVADA	} Nominated by the Industrial Development Bank of India.
R. N. BHARGAVA	
S. L. N. SIMHA	
S. RANGANATHAN	} Nominated by the Central Government.
S. S. SHIRALKAR	
C. H. BHABHA	} Elected to represent Scheduled Banks.
B. K. DUTT	
S. D. SRINIVASAN	} Elected to represent Insurance concerns, Investment Trusts and other like financial institutions
SMT. RAKSHA SARAN	
P. S. RAJAGOPAL NAIDU	} Elected to represent Co-operative Banks.
N. A. KALYANI	

**CENTRAL COMMITTEE**

A. BAKSI	Chairman
S. RANGANATHAN	} Elected by the nominated Directors
S. S. SHIRALKAR	
SMT. RAKSHA SARAN	} Elected by the elected Directors.
N. A. KALYANI	

**BANKERS**

RESERVE BANK OF INDIA.

**AUDITORS**

M/s. S. B. BILLIMORIA & Co.	Chartered Accountants.
M/s. S. VAIDYANATH AIYAR & Co.	Chartered Accountants.

**MEMBERS OF THE ADVISORY COMMITTEES****Chemical Process & Allied Industries**

A. BAKSI	Chairman
CHARAT RAM	
P. S. RAJAGOPAL NAIDU	
M. S. PATEL	
G. S. LADDHA	
D. S. SETH	
S. K. MUKHERJEE	
G. P. KANE	

**Engineering**

A. BAKSI	
CHARAT RAM	
N. A. KALYANI	
K. C. MAITRA	
D. P. ANTIA	
PRANLAL PATEL	
P. R. RAMAKRISHNAN	
B. D. KALELKAAR	

**Textiles**

A. BAKSI	
R. N. BHARGAVA	
SMT. RAKSHA SARAN	
MADANMOHAN MANGALDAS	
T. P. CHAKRAVARTI	
K. SREENIVASAN	
G. K. DEVARAJULU	
R. DORAISWAMY	
I. B. DUTT	

**Sugar**

A. BAKSI	
P. S. RAJAGOPAL NAIDU	
N. A. KALYANI	
R. P. NEVATIA	
V. P. VARDE	
S. N. GUNDU RAO	
K. L. PASRICHA	
K. P. JAIN	
S. S. PURI	

**Miscellaneous Industries**

A. BAKSI	
CHARAT RAM	
SMT. RAKSHA SARAN	
V. RAMAKRISHNA	
K. C. MAITRA	
R. CHAKRAVARTHY	
G. P. KANE	

													As on 30-6-1965	As on 30-6-1966	
													Rupees in crores	Rupees in crores	U.S.\$, equivalent in millions
<b>Capital and Reserves</b>															
Paid-up Capital	..	..	..	..	..	..	..	..	..	..	..	..	8·35	8·35	11·13
Reserves	..	..	..	..	..	..	..	..	..	..	..	..	5·24	6·45	8·60
													13·59	14·80	19·73
<b>Sanctions (Net)</b>															
--Rupee loans	..	..	..	..	..	..	..	..	..	..	..	..	148·93	175·93	233·90
--Foreign currency loans	..	..	..	..	..	..	..	..	..	..	..	..	21·45	42·73	56·97
--Underwritings	..	..	..	..	..	..	..	..	..	..	..	..	15·88	20·78	27·71
--Direct subscriptions	..	..	..	..	..	..	..	..	..	..	..	..	1·82	1·82	2·43
--Guarantees for deferred payments	..	..	..	..	..	..	..	..	..	..	..	..	18·40	27·06	36·08
--Guarantees for foreign loans	..	..	..	..	..	..	..	..	..	..	..	..	15·83	24·93	33·24
TOTAL	..	..	..	..	..	..	..	..	..	..	..	..	222·31	292·75	390·33
<b>Disbursements</b>															
--Rupee loans	..	..	..	..	..	..	..	..	..	..	..	..	110·40	127·36	169·81
--Foreign currency loans	..	..	..	..	..	..	..	..	..	..	..	..	6·68	16·31	21·75
--Underwritings	..	..	..	..	..	..	..	..	..	..	..	..	9·04	13·52	18·02
--Direct subscription	..	..	..	..	..	..	..	..	..	..	..	..	1·82	1·82	2·43
--Guarantees for deferred payments issued	..	..	..	..	..	..	..	..	..	..	..	..	15·53	21·65	28·87
--Guarantees for foreign loans issued	..	..	..	..	..	..	..	..	..	..	..	..	13·10	20·87	27·83
TOTAL	..	..	..	..	..	..	..	..	..	..	..	..	156·37	201·53	268·71
<b>Outstandings</b>															
--Rupee loans ..	..	..	..	..	..	..	..	..	..	..	..	..	77·94	86·53	115·37
--Foreign currency loans	..	..	..	..	..	..	..	..	..	..	..	..	5·97	15·47	20·63
--Underwritings	..	..	..	..	..	..	..	..	..	..	..	..	7·54	12·02	16·03
--Direct subscription	..	..	..	..	..	..	..	..	..	..	..	..	1·82	1·82	2·43
--Guarantees for deferred payments issued	..	..	..	..	..	..	..	..	..	..	..	..	10·79	12·30	16·40
--Guarantees for foreign loans issued	..	..	..	..	..	..	..	..	..	..	..	..	13·09	20·83	27·77
TOTAL	..	..	..	..	..	..	..	..	..	..	..	..	117·15	148·97	198·63
<b>Number of industrial units financed</b>													(384)	(430)	
<b>Earnings for the year</b>															
--Gross income	..	..	..	..	..	..	..	..	..	..	..	..	6·13	7·53	10·04
--Gross profit before taxation	..	..	..	..	..	..	..	..	..	..	..	..	2·42	2·98	3·97
--Provision for taxation	..	..	..	..	..										

3. The figures as on 30-6-1966 of sanctions, disbursements and outstandings in respect of Foreign Currency Loans, Guarantees for Deferred Payments and Foreign Loans include increases on account of the application of the present parity rates of exchange.

(Crores of rupees)

	Upto 30-6-1965				Increase on devaluation of the rupee on 6-6-66			During the year ended 30-6-1965			TOTAL							
	Sanctions (gross)		Sanctions (net)		Amount dis- bursed			Sanctions (gross)		Amount dis- bursed	Sanctions (gross)		Can- cancellations		Sanctions (net)		Amount dis- bursed	Amount out- standing
	No.	Amount	Amount	Amount		Sanctions (gross)	Disburse- ments	No.	Amount		Amount	Amount	No.	Amount	Amount	Amount		
<b>1. Loans</b>																		
—Rupees	559	179.08	148.93	110.40	—	—		62	26.50	16.96	621	205.58	30.15	534	175.43	127.36	86.53	
—Foreign currency	95	24.82	21.45	6.48	13.88	3.07		24	9.34	6.76	119	48.04	5.31	108	42.73	16.31	15.47	
<b>TOTAL</b>	<b>654</b>	<b>203.90</b>	<b>170.38</b>	<b>116.88</b>	<b>13.88</b>	<b>3.07</b>		<b>86</b>	<b>35.84</b>	<b>23.72</b>	<b>740</b>	<b>253.62</b>	<b>35.46</b>	<b>642</b>	<b>218.16</b>	<b>143.67</b>	<b>102.00</b>	



3. Cash disbursement during the year amounted to Rs. 28.20 crores as under :

	(Crores of rupees)
(i) Rupee loans	16.96
(ii) Foreign currency loans	6.76
(iii) Underwritings	4.48
<b>Total</b>	<b>28.20</b>

4. As on the 30th June, 1965, 100 applications from 62 concerns were pending with the Corporation. Applications for financial assistance received during the year under review numbered 215. These were for rupee loans, foreign currency loans, underwritings, guarantees for deferred payments and guarantees for foreign loans. In all, 127 applications from 81 concerns for a total assistance of Rs. 4352.54 lakhs were sanctioned during the year. Fifteen applications were not sanctioned. Thirty-nine applications were withdrawn or treated as withdrawn because the applicant concerns could not obtain the clearance of the Capital Goods Committee or furnish the requisite information to the Corporation, or made alternative arrangements for financing their projects.

At the end of the year, 134 applications for financial assistance from 81 concerns were pending.

A statement showing the number and amount of applications pending at the beginning of the year, as also those received, rejected, withdrawn and sanctioned, and the amount disbursed, during the year to industrial units in each State is included as Appendix 'G' to the Report.

#### *Rupee loans sanctioned during the year*

5. During the year, 62 rupee loans for an aggregate amount of Rs. 2650.15 lakhs were sanctioned to 61 concerns. Six applications were rejected and twelve applications were treated as withdrawn. Disbursements during the year amounted to Rs. 1695.93 lakhs.

#### *Foreign currency loans sanctioned during the year*

6. The Rupee was devalued on the 6th June, 1966. As a result, the cumulative figures in terms of Rupees, as on the 30th June, 1966, of sanctions, disbursements and outstandings of foreign currency loans, guarantees for deferred payments in respect of capital goods imported from abroad and guarantees for foreign currency loans have been shown at the post-devaluation parity rates of exchange, with the reservation that where loans were partially repaid or some instalments of interest/principal under the guarantees for deferred payments/foreign currency loans were met, the figures have been shown on the following basis :

##### *(a) Loans in foreign currencies :*

Repayments  
already received  
At the old parity rates of exchange.  
At the new parity rates of exchange.  
Balance amounts  
of loans

TABLE 2

	Number of loans	Foreign currency (in million)	Rupees in lakhs
U. S. Dollars .. ..	7	2.83	212.63
West German Marks	16	18.92	354.74
French Francs .. ..	4	24.15	366.75
	<b>27</b>		<b>934.12</b>

##### *(b) Guarantees for deferred payments and guarantees for foreign currency loans :*

Instalments of interest/principal already met.	At the old parity rates of exchange.
Outstanding amounts of the guarantees.	At the new parity rates of exchange.

7. Foreign currency loans sanctioned during the year amounted to Rs. 934.12 lakhs against 24 applications as shown in table 2.

Letters of Credit aggregating U.S. \$ 7.01 million and DM 20.57 million (total Rs. 911.69 lakhs) were opened during the year in favour of foreign machinery suppliers. Besides, a Letter of Commitment and promissory notes to the extent of French Francs 1.20 million equivalent to Rs. 18.16 lakhs were also issued during the year in favour of the Banque Francaise du Commerce Extérieur, Paris. Disbursements amounted to U.S. \$ 4.38 million, D.M. 17.56 million and F.F. 1.20 million (total Rs. 675.68 lakhs).

#### *Underwriting operations during the year*

8. During the year, sanction was accorded to 35 applications for underwriting for an aggregate amount of Rs. 490.50 lakhs, comprising of equity shares of Rs. 214.25 lakhs, preference shares of Rs. 101.25 lakhs and debentures of Rs. 175.00 lakhs.

9. During the year, the Corporation signed underwriting agreements for 33 issues for a total of Rs. 456.00 lakhs out of which 26 operations for Rs. 400.50 lakhs were completed. The Corporation was called upon to take up Rs. 352.26 lakhs in respect of the 26 issues. In addition, the Corporation also took up Rs. 20.60 lakhs in respect of 5 underwriting agreements for Rs. 21.95 lakhs signed in the previous year. The break-up of the amounts underwritten and devolved in respect of the 31 cases completed during the year is shown in table 3.

#### *Guarantees sanctioned during the year for deferred payments in respect of plant and machinery*

10. During the year, 6 applications for an aggregate amount of Rs. 277.77 lakhs were sanctioned. Guarantees actually issued during the year aggregated Rs. 191.62 lakhs.

#### *Guarantees sanctioned during the year for foreign currency loans from Financial Institutions abroad*

11. No application was sanctioned during the year. Guarantees to the extent of Rs. 25.41 lakhs were actually issued during the year in respect of applications sanctioned in previous years.

TABLE 3

					(Lakhs of rupees)
				Amount underwritten	Amount devolved on the Corporation
Equity shares	..	..	..	119.45	112.02
Preference shares	..	..	..	118.00	88.97
Debentures	..	..	..	185.00	171.87
<b>TOTAL</b>	..	..	..	<b>422.45</b>	<b>372.86</b>

INDUSTRY-WISE DISTRIBUTION OF FINANCIAL ASSISTANCE SANCTIONED DURING THE YEAR

12. The position is shown in the following table:—

TABLE 4

(Lakhs of Rupees)

Industry	Loans	Guarantees for deferred payments on machinery and for foreign loans	Under-writings	Total	% of the whole	Number of units
Sugar .. .. .	288.06	—	—	288.06	6.62	5
Textiles .. . . .	223.99	25.59	15.50	265.08	6.09	12
Artificial fibres .. . . .	200.48	—	—	200.48	4.61	4
Paper .. . . .	281.97	—	57.50	339.47	7.80	7
Basic Chemicals & Fertilisers .. . . .	260.03	—	—	260.03	5.97	4
Miscellaneous Chemicals .. . . .	319.45	—	60.00	379.45	8.72	4
Vegetable oil, Animal oil and fats .. . . .	7.00	—	—	7.00	0.16	1
Class Products .. . . .	14.17	—	—	14.17	0.33	1
Cement .. . . .	329.73	18.66	30.00	378.39	8.69	14
Iron & Steel .. . . .	481.00	—	45.00	526.00	12.08	3
Non-Ferrous metals .. . . .	—	—	40.00	40.00	0.92	1
Metal Products .. . . .	550.57	93.18	187.50	831.25	19.10	18
Machinery .. . . .	336.33	140.34	18.50	495.17	11.38	9
Electrical Machinery & Equipment .. . . .	157.05	—	15.00	172.05	3.95	5
Motor Vehicles & Ancillaries .. . . .	99.19	—	10.00	109.19	2.51	4
Hotels .. . . .	25.00	—	—	25.00	0.57	1
Electric Light & Power .. . . .	—	—	10.00	10.00	0.23	1
Rail-Road Equipments .. . . .	2.25	—	1.50	3.75	0.09	1
Coal Mining Industries .. . . .	8.00	—	—	8.00	0.18	1
	3584.27	277.77	490.50	4352.54	100.00	96

STATE/TERRITORY-WISE DISTRIBUTION OF FINANCIAL ASSISTANCE SANCTIONED DURING THE YEAR

13. The position is shown in the following table:—

TABLE 5

(Lakhs of rupees)

State/Territory	Loans	Guarantees for deferred payments on machinery and for foreign loans	Under-writings	Total	% of the whole	Number of units
Andhra Pradesh .. . . .	128.00	12.21	23.50	163.71	3.76	5
Bihar .. . . .	112.16	18.66	2.00	132.82	3.05	5
Gujarat .. . . .	248.54	—	35.00	273.54	6.51	10
Kerala .. . . .	47.02	13.38	2.50	62.90	1.45	4
Madhya Pradesh .. . . .	*200.00	—	40.00	240.00	5.51	4
Madras .. . . .	634.36	95.64	47.00	777.10	17.85	10
Maharashtra .. . . .	978.60	—	128.50	1107.20	25.44	20
Mysore .. . . .	198.04	—	—	198.04	4.55	7
Orissa .. . . .	20.00	—	—	20.00	0.46	1
Punjab .. . . .	161.78	44.60	15.00	221.38	5.09	3
Rajasthan .. . . .	22.13	—	—	22.13	0.51	2
Uttar Pradesh .. . . .	239.22	93.18	53.00	385.40	8.86	10
West Bengal .. . . .	569.32	—	144.00	713.32	16.39	14
Delhi .. . . .	25.00	—	—	25.00	0.57	1
	3584.27	277.77	490.50	4352.54	100.00	96

\*Foot notes on page (ix) of Appendix 'B' are relevant.



14. Of the aggregate financial assistance of Rs. 4352.54 lakhs sanctioned during the year, a sum of Rs. 2350.97 lakhs was for new units and Rs. 2001.57 lakhs for the expansion, renovation and modernisation of existing units. Financial assistance to the extent of Rs. 4109.39 lakhs went to public limited companies and Rs. 243.15 lakhs to co-operative societies. The names of the concerns to which financial assistance was sanctioned during the year are given in Appendix 'B' to this report.

#### TOTAL OPERATIONS FROM THE 1ST JULY, 1948 TO THE 30TH JUNE, 1966

15. A summary of the total financial assistance sanctioned and disbursed by the Corporation during the last eighteen years and the amount outstanding as on the 30th June, 1966 is given on page (10). The total gross financial assistance sanctioned during this period aggregated Rs. 358.38 crores. Cancellations and withdrawals accounted for Rs. 65.63 crores. The total net financial assistance amounted to Rs. 292.75 crores to 430 industrial units. The total disbursed in cash was Rs. 159.01 crores. The position is summarized in the following table :—

#### NET FINANCIAL ASSISTANCE SANCTIONED AND DISBURSED YEAR-WISE FROM THE 1ST JULY, 1948 TO THE 30TH JUNE, 1966

16. The following table shows the net total financial assistance sanctioned and disbursed by the Corporation during each of the last eighteen years, classified according to the Five Year Plans:—

TABLE 7

(Crores of rupees)

Year ended 30th June	Net financial assistance sanctioned during the year				Amount disbursed during the year			
	Loans	Guarantees for deferred payments on machinery/ foreign loans	Under- writings	Total	Loans	Guarantees for deferred payments on machinery/ foreign loans	Under- writings	Total
<b>PERIOD PRIOR TO THE FIRST PLAN</b>								
1949 .. .. .	3.25	—	—	3.25	1.33	—	—	1.33
1950 .. .. .	2.90	—	—	2.90	2.08	—	—	2.08
1951 .. .. .	1.98	—	—	1.98	2.38	—	—	2.38
<b>TOTAL</b> .. .. .	<b>8.13</b>	<b>—</b>	<b>—</b>	<b>8.13</b>	<b>5.79</b>	<b>—</b>	<b>—</b>	<b>5.79</b>
<b>THE FIRST PLAN PERIOD</b>								
1952 .. .. .	3.20	—	—	3.20	1.78	—	—	1.78
1953 .. .. .	0.53	—	—	0.53	2.50	—	—	2.50
1954 .. .. .	4.10	—	—	4.10	2.82	—	—	2.82
1955 .. .. .	5.13	—	—	5.13	1.64	—	—	1.64
1956 .. .. .	14.06	—	—	14.06	2.20	—	—	2.20
<b>TOTAL</b> .. .. .	<b>27.02</b>	<b>—</b>	<b>—</b>	<b>27.02</b>	<b>10.94</b>	<b>—</b>	<b>—</b>	<b>10.94</b>
<b>THE SECOND PLAN PERIOD</b>								
1957 .. .. .	9.15	—	—	9.15	9.78	—	—	9.78
1958 .. .. .	5.93	1.82	0.75	8.50	8.33	—	—	8.33
1959 .. .. .	2.77	0.27	0.87	3.91	7.48	—	0.66	8.14
1960 .. .. .	13.58	4.84	0.10	18.52	8.41	2.09	0.17	10.67
1961 .. .. .	18.95	7.61	1.84	28.40	6.62	7.92	0.48	15.02
<b>TOTAL</b> .. .. .	<b>50.38</b>	<b>14.54</b>	<b>3.56</b>	<b>68.48</b>	<b>40.62</b>	<b>10.01</b>	<b>1.31</b>	<b>51.94</b>
<b>THE THIRD PLAN PERIOD</b>								
1962 .. .. .	18.72	0.32	0.73	19.77	10.79	0.44	0.24	11.47
1963 .. .. .	19.98	7.36	*4.63	31.97	14.11	4.33	*3.99	22.43
1964 .. .. .	22.43	9.38	4.45	36.26	16.03	3.89	1.96	21.88
1965 .. .. .	23.72	2.63	4.33	30.68	18.60	9.96	3.36	31.92
1966 .. .. .	**11.94	14.98	—	26.92	3.07	11.72	—	14.79
	35.84	2.78	4.90	43.52	23.72	2.17	4.48	30.37
<b>TOTAL</b> .. .. .	<b>132.63</b>	<b>37.45</b>	<b>19.04</b>	<b>189.12</b>	<b>86.32</b>	<b>32.51</b>	<b>14.03</b>	<b>132.86</b>
<b>GRAND TOTAL</b> ..	<b>218.16</b>	<b>51.99</b>	<b>22.60</b>	<b>292.75</b>	<b>143.67</b>	<b>42.52</b>	<b>15.34</b>	<b>201.53</b>

\*Includes direct subscription of Rs. 1.82 crores.

\*\*Increase in rupee equivalent of foreign currency loans and guarantees for deferred payments for imported plant and guarantees for foreign currency loans sanctioned and disbursed upto 30-6-1965 due to devaluation.

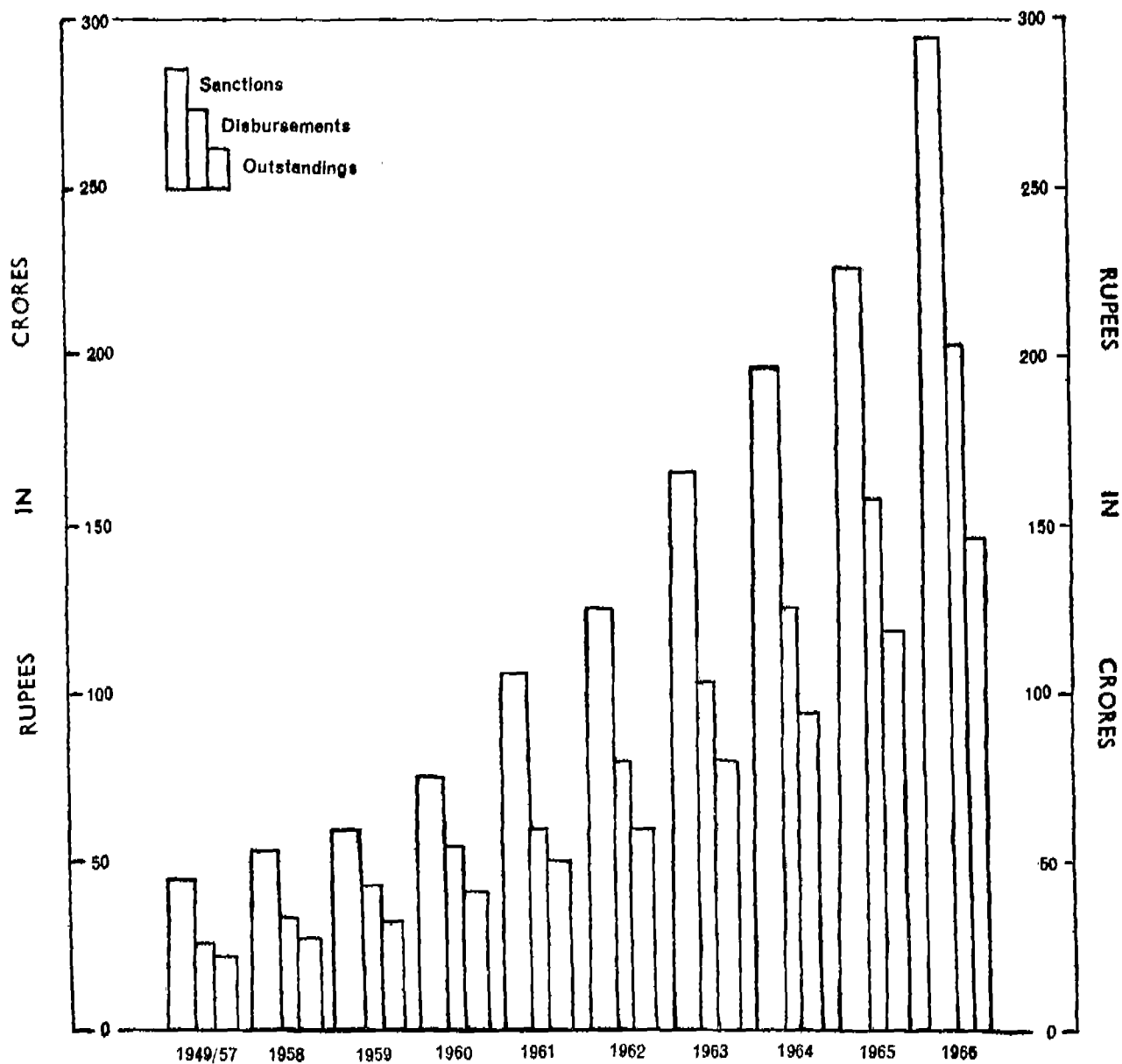
TABLE 6 (Crores of rupees)			
	Sanctions (net)		Assistance disbursed
	Number	Amount	Amount
<b>Loans</b>			
Rupees .. .. .	534	175.43	127.36
Foreign currency ..	108	42.73	16.31
<b>TOTAL</b> .. .. .	<b>642</b>	<b>218.16</b>	<b>143.67</b>
<b>Underwritings</b>			
Equity shares .. ..	115(a)	9.37	5.51
Preference shares ..	86(a)	5.78	3.12
Debentures .. .. .	10	5.63	4.89
<b>TOTAL</b> .. .. .	<b>211</b>	<b>20.78</b>	<b>13.52(b)</b>
<b>Direct Subscription</b>			
Debentures .. .. .	1	1.82	1.82(b)
<b>Guarantees for deferred payments</b>			
.. .. .	39	27.06	21.65(c)
<b>Guarantees for loans from foreign financial institutions</b>			
.. .. .	5	24.93	20.87(c)
<b>GRAND TOTAL</b>	<b>898</b>	<b>292.75</b>	<b>201.53</b>

(a) 67 cases cover both equity and preference shares.

(b) Amount called up and paid up.

(c) Guarantees actually issued.

NET FINANCIAL ASSISTANCE SANCTIONED, DISBURSED AND OUTSTANDING  
FROM THE 1ST JULY, 1948 TO THE 30TH JUNE, 1966  
(CUMULATIVE)



*Rupee loans sanctioned from the 1st July, 1948 to the 30th June, 1966*

17. Up to the 30th June, 1966, the Corporation had sanctioned rupee loans of an aggregate gross amount of Rs. 205.58 crores. Cancellations and withdrawals out of these loans accounted for Rs. 30.15 crores. The net effective total sanctions of rupee loans as on the 30th June, 1966 amounted to Rs. 175.43 crores. Loans amounting to Rs. 4.18 crores were awaiting approval of the Industrial Development Bank of India under the provisions of the IFC Act and directives issued thereunder. Against the balance of Rs. 171.25 crores, the total amount disbursed up to the 30th June, 1966 was Rs. 127.36 crores, i.e. about 75% of the net final sanctions. The disbursement of the balance amount was awaiting compliance with one or more of the relevant formalities such as finalisation of terms and conditions, clearance of title, issue of share capital etc.

*Foreign currency loans sanctioned up to the 30th June, 1966*

18. The gross amount of foreign currency loans sanctioned by the Corporation up to the 30th June, 1966 aggregated Rs. 4803.65 lakhs. Cancellations and withdrawals accounted for Rs. 530.93 lakhs. As shown in table 8, the net amount of foreign currency loans sanctioned up to the 30th June, 1966 was Rs. 4272.72 lakhs. Out of these, loans amounting to Rs. 660.30 lakhs were awaiting the approval of the I.D.B.I. or the clearance of foreign credit institutions.

19. Up to the 30th June, 1966, the Corporation had opened Letters of Credit aggregating U.S. \$ 20.77 million and DM 35.89 million (total Rs. 2164.74 lakhs) in favour of foreign machinery suppliers. Besides, a Letter of Commitment and promissory notes for F.F. 1.20 million (Rs. 18.16 lakhs) were issued in favour of the Banque Française du Commerce Extérieur, Paris. Disbursements made up to the 30th June, 1966 amounted to U. S. \$ 16.61 million, DM 23.10 million and F.F. 1.20 million (total Rs. 1630.63 lakhs).

TABLE 8

Currency	Gross sanctions			Cancellations/Adjustments			Net sanctions		
	Number of loans	Foreign Currency (in million)	Rupees in lakhs	Number of loans	Foreign currency (in million)	Rupees in lakhs	Number of loans	Foreign currency (in million)	Rupees in lakhs
U.S. Dollars .. ..	60	37.23	2,754.92	7	4.58	343.46	53	32.65	2,411.46
West German Marks .. ..	66	81.36	1,524.20	7	9.98	187.13	59	71.38	1,337.07
French Francs .. ..	10	34.53	524.53	—	0.02	0.34	10	34.51	524.19
	136		4,803.65	14		530.93	122		4,272.72

The last year's Report under table 8 showed two loans aggregating Japanese Yen 96.52 million which had to be treated as cancelled as the beneficiaries could not finalise their orders for plant and machinery from Japan within the terminal date. These two loans have been omitted from this year's Report.

*Underwriting operations and direct subscription to capital up to the 30th June, 1966*

20. Up to the 30th June, 1966, the Corporation had sanctioned 144 applications for underwriting of equity and preference shares and debentures for a net aggregate amount of Rs. 2078.59 lakhs, made up of equity shares of Rs. 937.20 lakhs, preference shares of Rs. 578.39 lakhs and debentures of Rs. 563.00 lakhs.

Out of these, the Corporation signed underwriting agreements in 113 cases for an aggregate sum of Rs. 1801.59 lakhs. Operations in 106 cases for Rs. 1746.09 lakhs were completed up to the 30th June, 1966. Seven issues underwritten by the Corporation for Rs. 97.39 lakhs were fully subscribed by the public. The position in respect of the remaining 99 issues is given in the table below :—

TABLE 9

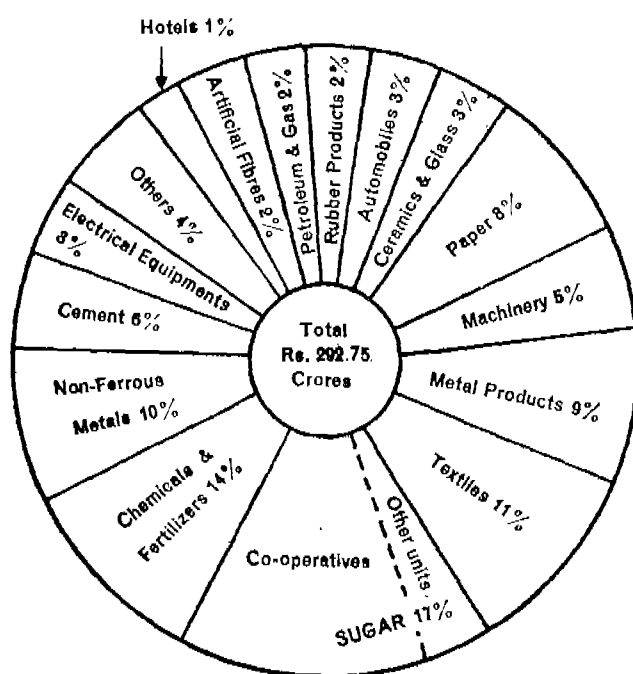
(Lakhs of rupees)

	Amount underwritten	Amount devolved on the Corporation
Equity shares .. ..	681.45	614.83
Preference shares .. ..	404.25	341.51
Debentures .. ..	563.00	489.09
	1648.70	1445.43

*Industry-wise distribution of financial assistance sanctioned upto the 30th June, 1966.*

(Crores of rupees)

Sugar		
—Co-operatives .. ..	40.61	
—Other Units .. ..	7.63	48.24
Textiles .. ..		30.80
Chemicals & Fertilizers .. ..		42.22
Non-ferrous Metals .. ..		28.06
Paper .. ..		23.77
Metal Products .. ..		26.69
Cement .. ..		16.26
Machinery .. ..		16.21
Electrical Equipments .. ..		10.05
Ceramics & Glass .. ..		7.13
Rubber Products .. ..		6.24
Automobiles .. ..		7.81
Petroleum & Gas .. ..		6.00
Artificial Fibres .. ..		6.30
Hotels .. ..		4.25
Others .. ..		12.72
		292.75



21. Up to the 30th June, 1966, the Corporation had also directly subscribed to one debenture issue to the extent of Rs. 182.00 lakhs.

*Guarantees for deferred payments sanctioned up to the 30th June, 1966*

22. Sanctions in respect of guarantees for deferred payments given by the Corporation aggregated Rs. 5109.24 lakhs. Cancellations and withdrawals totalled Rs. 2403.56 lakhs. The net amount of guarantees for deferred payments sanctioned up to the 30th June, 1966 thus amounted to Rs. 2705.68 lakhs in respect of

39 applications. The total amount of guarantees actually issued up to the 30th June, 1966 was Rs. 2164.91 lakhs.

*Guarantees sanctioned for foreign currency loans from financial institutions abroad up to the 30th June, 1966*

23. The aggregate of 6 applications sanctioned was equivalent to Rs. 2865.84 lakhs. After accounting for cancellations and withdrawals of Rs. 372.69 lakhs, the net sanctions amounted to Rs. 2493.15 lakhs. Guarantees actually issued up to the 30th June, 1966 totalled Rs. 2087.19 lakhs.

#### CLASSIFICATION OF FINANCIAL ASSISTANCE SANCTIONED UP TO THE 30TH JUNE, 1966 ACCORDING TO NEW UNITS AND EXPANSION, MODERNISATION AND RENOVATION OF EXISTING UNITS

24. The following table shows the classification of net financial assistance sanctioned up to the 30th June, 1966 according to the above categories along with the total cost of the projects financed by the Corporation :—

TABLE 10

(Crores of rupees)

Nature of the scheme	Total cost of the scheme	Net financial assistance sanctioned			Total	Percentage of (6) to (2)
		Loans	Guarantees for deferred payments on machinery and for foreign loans	Underwritings and direct subscription		
1	2	3	4	5	6	7
New Undertakings .. .. .	611.91	136.87	42.22	17.21	196.30	32
Existing undertakings for:						
(i) Diversification into new lines of production ..	14.33	5.10	1.75	0.10	6.95	49
(ii) Expansion of existing lines of production ..	337.84	67.99	7.62	5.29	80.90	24
(iii) Modernisation and rehabilitation .. ..	11.08	5.97	0.40	—	6.37	58
TOTAL .. .. .	975.16	215.93	51.99	22.60	290.52	30
Loans sanctioned for other purposes e.g. working capital .. .. .	—	2.23	—	—	2.23	—
GRAND TOTAL .. .. .	975.16	218.16	51.99	22.60	292.75	

Industry-wise and State-wise distribution of the net financial assistance sanctioned up to the 30th June, 1966 is given in Appendices 'C(i)' and 'C(ii)' respectively to this report. Appendix 'E' to the report shows the industry-wise distribution of the net financial assistance sanctioned in each State as on the 30th June, 1966. Another statement showing the net financial assistance, classified according to the amounts sanctioned to each industrial concern is given in Appendix 'D' to the report.

*Financial assistance to the Co-operative sector of industry*

25. Net financial assistance sanctioned up to the 30th June, 1966 to 54 co-operative sugar factories, 4 co-operative spinning mills and 1 co-operative unit for extraction of vegetable oil amounted to Rs. 4290.02 lakhs. The State-wise and Industry-wise distribution of co-operative units financed is shown in the following table :—

TABLE 11

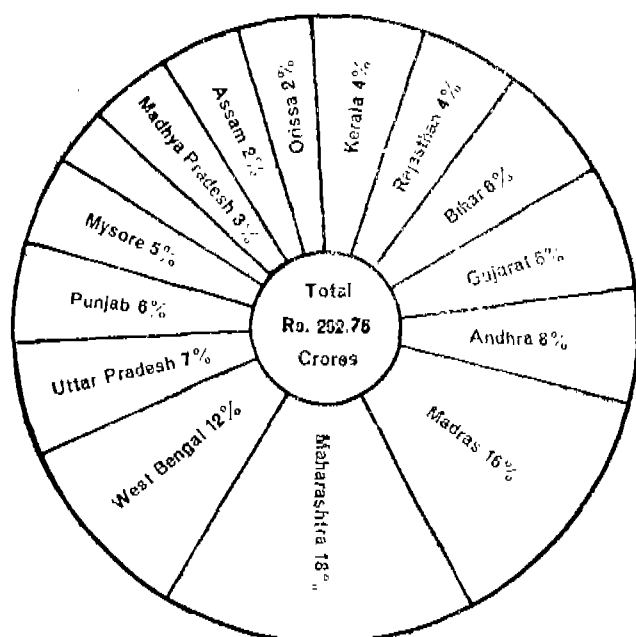
(Lakhs of rupees)

State	Number of units			Net sanctions
	Sugar	Cotton spinning	Vegetable oil	
Andhra Pradesh	5	—	—	435.00
Assam .. ..	1	—	—	60.00
Bihar .. ..	1	1	—	114.70
Gujarat .. ..	3	—	—	142.50
Kerala .. ..	2	—	—	180.00
Madras .. ..	6	—	—	443.00
Maharashtra ..	20	1	—	626.90
Mysore .. ..	5	—	1	405.25
Orissa .. ..	1	1	—	116.00
Punjab .. ..	6	—	—	421.00
Uttar Pradesh ..	4	1	—	345.67
TOTAL .. ..	54	4	1	4290.02

*Criteria adopted for financial assistance*

26. The Corporation appraises industrial projects for financial assistance as business risks and examines their technical, financial and economic soundness. After a detailed financial-cum-technical appraisal of the project is made by the staff of the Corporation, the views of the Advisory Committee, which consists of experts drawn from the public and private sectors, are invited. The promoters of the applicant concerns or their representatives appear by invitation before the Advisory Committee and discuss their proposals. The Board of the Corporation thereafter take a decision on each case keeping in mind the recommendations of the Advisory Committee.

27. In the case of large projects which involve joint financing with other all-India financial institutions, mutual consultations are held at periodical inter-institutional meetings or special conferences. Even where joint financing has not been decided on at the outset, views are exchanged on a confidential basis with other financial institutions whom an applicant may have approached or is likely to approach. In suitable cases, the processing of large and complicated applications for assistance is done through visits to factory sites and discussions with the applicants by a joint technical-cum-financial team drawn from the participating financial institutions.



28. Due to a number of reasons like paucity of funds available with the Corporation, inflationary trends in the economy, uncertainty of regular import of raw materials for industry and the circumstances arising in the wake of the military hostilities of September, 1965, the Corporation deliberately slowed down its activities to a certain extent during the year under review and formulated a system of *inter-se* priorities to be used as guide-lines in taking up applications for financial assistance. The following are the important priorities :—

- (i) Industrial projects which will make a significant contribution to the defence of the country.
- (ii) Industrial projects which will make a significant contribution to agriculture, particularly additional food production.
- (iii) Industrial projects the implementation of which will make a significant contribution to the country's export earnings.
- (iv) Industrial projects likely to effect a significant substitution of imports which would otherwise have continued.

As the Government has been attaching high importance to increased cement production and as, for lack of cement, industrial development was suffering, the Corporation also decided to give preference to projects for augmenting manufacture of cement. Some preference was also given to applications for additional financial assistance for the completion of projects which the Corporation had already assisted. At the same time it was recognised that

- (i) the Corporation should maintain reasonable flexibility in regard to the priorities laid down and see that the profitability of the Corporation should not be unduly affected; and that
- (ii) relaxations in regard to the priorities laid down might be made in suitable cases in respect of applications from comparatively underdeveloped areas.

29. Subject to the principles indicated in the paragraph above, the Corporation judges each project in the light of the relevant considerations e.g., the sources and availability of raw materials, whether imported or indigenous, the technical, financial and economic viability of the project, the marketing prospects of the products to be manufactured, the profit-earning capacity of the project, the experience and probity of the promoters and their financial contribution, the quality of management, and the adequacy and competence of the technical and administrative staff during the construction and operation of the project.

30. A loan is usually disbursed in instalments over the construction period of the project for the purposes agreed upon at the time of sanctioning the loan. Loans are given primarily for fixed capital expenditure only e.g., acquisition and installation of new machinery, con-

#### State-wise distribution of financial assistance sanctioned up to the 30th June, 1966

	(Crores of rupees)
Maharashtra .. .. .	52.03
Madras .. .. .	47.02
West Bengal .. .. .	36.41
Andhra .. .. .	23.29
Uttar Pradesh .. .. .	20.82
Gujarat .. .. .	19.10
Bihar .. .. .	16.46
Punjab .. .. .	16.41
Mysore .. .. .	16.13
Rajasthan .. .. .	16.18
Kerala .. .. .	11.18
Madhya Pradesh .. .. .	10.68
Assam .. .. .	7.14
Orissa .. .. .	6.70
Delhi .. .. .	6.54
Pondicherry .. .. .	2.13
Andamans & Nicobar Islands .. .. .	0.60
	0.11
	292.75

struction of factory buildings and purchase of land for the factory site. The Corporation does not ordinarily make finance available for working capital. While a project is under construction, the assisted concern is required to submit periodical reports and officers of the Corporation visit the project from time to time to verify the physical and financial progress. Throughout the currency of the loan, the Corporation keeps in close touch with the project through regular progress reports, audited balance sheets, periodical spot inspections by its officers and also by appointment of nominee directors, where necessary, on the boards of the assisted concerns. The Corporation does not seek or take any active part in the management of the enterprises which it finances.

#### Re-discounting facilities by the I.D.B.I.

31. With a view to extending adequate credit facilities to indigenous machinery manufacturers to enable them to market their growing volume of production by affording deferred payment terms to the users of such machinery, the Industrial Development Bank of India, in pursuance of the provisions of Section 9(1)(b) of the IDBI Act 1964, introduced a scheme with effect from the 1st April, 1965. Under this scheme, the IDBI re-discounts Bills of Exchange/Promissory Notes of industrial concerns (for amounts aggregating not below Rs. 1 lakh in a single transaction) arising out of sales of indigenous machinery on deferred payment basis, which have been discounted by approved banks and other financial institutions for eligible machinery manufacturers such as manufacturers of cotton textile, jute, cement, sugar, silk and art silk and paper machinery against the acceptance/guarantee of these Bills of Exchange/Promissory Notes by approved banks and other financial institutions. The minimum and maximum periods of maturity for the Bills of Exchange/Promissory Notes are required to be 6 months and 5 years respectively. The said scheme, which initially covered commercial banks, the Industrial Credit & Investment Corporation of India Ltd., and the Madras Industrial Investment Corporation Ltd., has been extended to cover the Industrial Finance Corporation of India as also to all the State Financial Corporations and certain Co-operative Banks with effect from the 4th February, 1966.

32. The Corporation, in terms of Section 23(1)(b)(ii) of the IFC Act, is authorised to guarantee deferred payments due from an industrial concern in connection with its purchase of capital goods within India. Consequent upon the inclusion of the name of the Corporation in the above scheme introduced by the IDBI and by virtue of the provisions of the said Section of the IFC Act, the Corporation can accept Bills of Exchange and guarantee Promissory Notes drawn by an industrial concern in favour of eligible machinery manufacturers in India, in consideration of the indigenous machinery purchased by the concern from the manufacturer on deferred payment basis. The Bills of Exchange/Promissory Notes so drawn by the industrial concern and

accepted/guaranteed by the Corporation as aforesaid can be discounted by the machinery manufacturing concern in India with its bankers and the latter, if it is an approved bank or institution, can obtain re-discounting facilities there-against from the IDBI.

### RESOURCES

#### Bonds

33. A private issue of bonds, guaranteed by the Central Government as to the repayment of principal and the payment of interest, was made in December, 1965. The issue was for Rs. 2 crores and the maturity period was 12 years. The rate of interest offered and the issue price fixed were 5½% and Rs. 99% respectively. The issue was fully subscribed. The aggregate amount of the outstanding bonds at the end of the year was Rs. 33,47,96,300.

#### Borrowings from the Central Government

34. As on the 30th June, 1965 the outstanding loans from the Central Government stood at Rs. 40.94 crores. During the year under review, a further sum of Rs. 12.00 crores was drawn and a sum of Rs. 0.33 crores was repaid, the balance outstanding at the end of the year being Rs. 52.61 crores. This figure represents loans raised from the Government between the year 1959-60 and 1965-66 at rates of interest ranging from 4½% to 5½% per annum.

#### Borrowings from the Reserve Bank of India

35. Borrowings from the Reserve Bank were, as in the past, availed of during the year under review when found unavoidable. The rate of interest on such borrowings during the year continued to be the same as at the end of the last year, viz., 6% per annum.

#### Borrowings in Foreign Currencies

36. During the year under review, the Corporation was given a fourth loan of D.M. 20 million by the Kreditanstalt für Wiederaufbau, Frankfurt (Reconstruction Loan Corporation). The total of the four Kreditanstalt loans aggregated D.M. 75 million, apart from the three loans aggregating U.S. \$ 40 million and a credit of 50 million Francs already sanctioned by the Agency for International Development (AID) of the

U.S.A. and the Banque Francaise Du Commerce Extérieur (BFCE) of France, respectively.

37. The Agreement in respect of the fourth loan from the Kreditanstalt was signed on the 23rd March, 1966, and the various formalities prior to the first disbursement under the said loan have been completed recently.

38. Out of the three AID loans aggregating U.S. \$ 40 million from the Kreditanstalt, effective sub-loans June, 1966 effective sub-loans aggregating U.S. \$ 32.65 million. Against the four loans aggregating D.M. 75 million from the Kreditanstalt, effective sub-loans sanctioned by the Corporation upto the 30th June, 1966, aggregated D.M. 71.38 million. Effective sub-loans sanctioned out of the credit of 50 million Francs from the BFCE aggregated 34.51 million Francs.

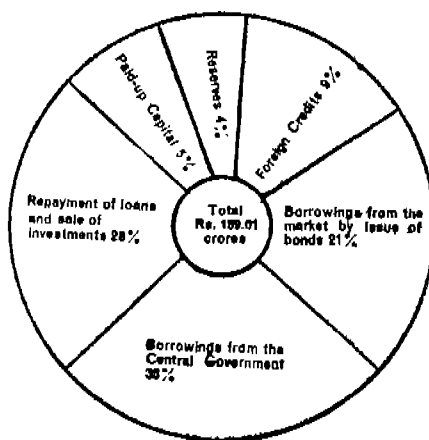
39. Upto the 30th June, 1966, the Corporation has repaid U.S. \$ 3,017,893.11 in respect of the first two loans of U.S. \$ 10 and 20 million from the AID, and D.M. 583,619.00 to the Kreditanstalt in respect of the second loan of D.M. 25 million.

#### Sources from which the Corporation's Assistance to industry has been financed

40. Loans disbursed and amount paid-up on shares and debentures which the Corporation took as a result of underwritings and direct subscription upto the 30th June, 1966, aggregated Rs. 159.01 crores as mentioned in para 15. These have been financed from the following sources :—

(Crores of rupees)  
As on 30th June, 1966

Paid-up capital	8.35
Reserves	6.45
Borrowings from the market by issue of bonds	33.48
Borrowings from the Central Government	52.61
Foreign credits	14.41
Repayment of loans and sale of investment etc.	43.71
	<u>159.01</u>



Sources from which disbursements have been financed as at 30th June, 1966

<i>Disbursements</i>			<i>Sources of finance</i>		
(Crores of rupees)					
Rupee loans	127.36		Paid-up capital ..	8.35	
			Reserves ..	6.45	
			Borrowings from		
Foreign currency loans	16.31	143.67	market by issue of bonds ..	33.48	
			Borrowings from Central Government	52.61	
Underwritings		13.52	Foreign credits ..	14.41	
Direct sub- scription		1.82	Repayment of loans and sale of investments	43.71	
		159.01			159.01

### PROGRESS OF REPAYMENTS

41. The following tables show the amounts which were due by way of interest and principal, the amounts realized, as also the outstanding defaults on loans under each category at the end of the last 5 years.

TABLE 12

#### Interest

(Lakhs of rupees)

Year ended 30th June							
	Loans outstanding at the beginning of the year*	Arrears of interest outstanding at the beginning of the year	Amount of interest due during the year	Total of columns 3 & 4	Amount of interest received during the year	Defaults of interest at the end of the year**	
	1	2	3	4	5	6	7
1962 .. .. .	..	4222.76	2.96	278.58	281.54	278.91	2.63
1963 .. .. .	..	4961.58	2.63	333.69	336.32	331.74	4.58
1964 .. .. .	..	5976.20	4.58	340.93	345.51	331.41	14.10
1965 .. .. .	..	7036.94	14.10	502.18	516.28	477.98	36.86
1966 .. .. .	..	8244.04	36.86	609.65	646.51	583.65	61.42

\*Excludes loans outstanding on account of defaulted deferred payment instalments guaranteed and met by the Corporation and interest due thereon which are shown separately in table 14.

\*\*Excludes amounts for which extension of time was granted.

TABLE 13

## Principal

(Lakhs of rupees)

Year ended 30th June	Loans outstanding at the beginning of the year*	Arrears of principal outstanding at the beginning of the year	Amount of principal due during the year	Total of columns 3 & 4	Amount of principal received during the year	Defaults of principal outstanding at the end of the year**
1	2	3	4	5	6	7
1962 .. .. .	4222.76	22.86	320.73	343.59	318.72	15.66
1963 .. .. .	4961.58	15.66	370.52	386.18	358.17	14.24
1964 .. .. .	5976.20	14.24	463.65	477.89	450.94	18.24
1965 .. .. .	7036.94	18.24	512.39	530.63	483.11	22.22
1966 .. .. .	8244.04	22.22	672.03	694.25	622.86	38.83

\*Excludes loans outstanding on account of defaulted deferred payment instalments guaranteed and met by the Corporation and interest due thereon which are shown separately in table 14.

\*\*Excludes amounts for which extension of time was granted.

The increase in the quantum of interest and principal in default during the year is mostly accounted for by the difficulties faced by some of the assisted concerns owing to over-run in the project costs, difficulty in marketing their products resulting in under-utilization of capacity, depressed conditions in certain industries like textiles, refractories, sheet glass etc.

42. Apart from the above defaults in payment of instalments of principal and interest on loans, defaults were committed by three concerns during the year in payment of deferred payment instalments amounting to Rs. 235.10 lakhs which had been guaranteed by the

Corporation and met by it. On the 30th June, 1965 the outstanding defaults of deferred payments and interest due thereupon aggregated Rs. 147.00 lakhs. Out of the three concerns, one concern was taken over by the Central Government with effect from the 22nd October, 1965 and the Central Government paid to the Corporation the entire defaulted amount of deferred payments. As a result, the outstanding defaults of two concerns in respect of deferred payments guaranteed by the Corporation as on the 30th June, 1966 aggregated Rs. 239.34 lakhs. The position is shown in the following table :—

TABLE 14

Defaults in the payment of instalments of deferred payments guaranteed and met by the Corporation and interest etc. due thereupon

(Lakhs of rupees)

Year ended 30th June	Amount of arrears at the beginning of the year	Defaults during the year	Total of columns 2 & 3	Recoveries during the year	Amount of arrears outstanding at the end of the year
1	2	3	4	5	6
1964 .. .. .	—	26.17	26.17	—	26.17
1965 .. .. .	26.17	132.03	158.20	11.20*	147.00
1966 .. .. .	147.00	235.10	382.10	142.76	239.34

\*Includes Rs. 7.70 lakhs for which extension of time had been granted.

43. Over and above the normal repayments of principal in terms of the mortgage documents, the Corporation had received upto the 30th June, 1966 a sum of Rs. 841.89 lakhs from some assisted concerns on account of premature repayments of principal and sale of the mortgaged assets.

## Rate of Interest

44. The Corporation, with the prior approval of the Industrial Development Bank of India, raised with effect from the 1st October, 1965, the rate of interest on sub-loans in Deutsche Marks granted out of the credit lines sanctioned by the Kreditanstalt Fur Wiederaufbau, West Germany, from 8½% p.a. to 9% p.a., subject to the usual rebate of ½% p.a. for punctual payment of instalments of principal and interest. The rate of interest on sub-loans in U.S. Dollars and French Francs was also similarly raised to 9% p.a. with the usual rebate of ½% p.a. with effect from the 15th November, 1965. The effective rate of interest on sub-loans in foreign currencies now stands at 8½% p.a. instead of 8% p.a. previously.

There was no change in the effective rate of interest charged on rupee loans during the year, which remained at 8% p.a.

## Distribution of shares

45. There was no change in the distribution of shares of the Corporation held by the various categories of shareholders. The distribution of shares as on the 30th June, 1966 was as under :—

Industrial Development Bank of India	50%
Scheduled Banks	20%
Insurance concerns etc.	22%
Co-operative Banks	8%
	100%

**ACCOUNTS**  
**Profit and Loss Statement for the year**

(Lakhs of Rupees)

	This year	Previous year
46. The year's working shows a gross income of .. .. .	752.94	612.56
After deducting from gross income :—		
Interest paid on bonds and other borrowings .. .. .	428.07	342.02
Other expenses .. .. .	26.72	28.33
And providing for :—		
Taxation .. .. .	165.21	110.79
	620.00	481.14
The net profit for the years is .. .. .	132.94	131.42
The net profit of Rs. 132.94 lakhs has been appropriated as under :		
(i) Transfer to General Reserve Fund .. .. .	77.02	82.16
(ii) Transfer to Special Reserve Fund (Under Section 36(1) (viii) of the Income-tax Act 1961) .. .. .	31.29	25.08
(iii) (a) Payment of dividend (@ 2½% on the paid-up share capital of Rs. 5 crores for the year .. .. .	11.25	11.25
(b) Payment of dividend @ 4% on the paid-up capital of Rs. 2.00 crores for the year .. .. .	8.00	8.00
(c) Payment of dividend @ 4% on further paid-up capital of Rs. 134.60 lakhs issued to I.D.B.I. .. .. .	5.38	4.93
	132.94	131.42

**General Reserve Fund**

47. A sum of Rs. 77.02 lakhs has been transferred out of the current year's profits to the General Reserve Fund.

In addition, a sum of Rs. 15.82 lakhs being the special reserve created under the Super Profits Tax Act, 1963, out of the profits for the year ended the 30th June, 1963, has also been transferred to the General Reserve Fund, as the Super Profits Tax Act, 1963, was abolished with effect from the assessment year commencing from the 1st April, 1964. Further, a sum of Rs. 1 lakh, being the reserve created for contingencies out of the profits for the year ended the 30th June, 1957, has also been transferred to the General Reserve Fund, under the advice of the Corporation's auditors.

In addition to the General Reserve Fund, there are the following Special Reserve Funds aggregating Rs. 205.12 lakhs :—

(Lakhs of rupees)

(1) Special Reserve Fund under Section 32A of the Industrial Finance Corporation Act .. .. .	70.46
(2) Special Reserve Fund under Section 36(1)(viii) of the Income-tax Act, 1961 .. .. .	134.66
	205.12

The General and Special Reserve Funds aggregate in all Rs. 630.72 lakhs.

There is, in addition, a Reserve for Doubtful Debts amounting to Rs. 14.45 lakhs. The Reserve Funds and other Reserves thus add up to nearly Rs. 645.17 lakhs.

**Special Reserve Fund under Section 36(1)(viii) of the Income-tax Act, 1961.**

48. A sum of Rs. 31.29 lakhs has been transferred from the profits of the current year on the basis of 10% of the assessable income for the year to the Special Reserve Funds under Section 36(1)(viii) of the Income-tax Act, 1961. This raises the balance to the credit of the Fund to Rs. 134.66 lakhs.

**Provision for bad and doubtful debts**

49. A review of the loan accounts as at the end of the year shows a satisfactory position regarding bad and doubtful debts. The existing provision of Rs. 14.45 lakhs is, therefore, considered adequate and the Directors have decided not to make any fresh transfer to this account from the profits of the year under report. The Auditors have concurred in this.

**Provision for income-tax**

50. As the assessment proceedings in respect of the taxes payable by the Corporation for the accounting year ended the 30th June, 1965 (assessment year 1966-67) were not finalised before the close of the annual accounts, adjustments in this behalf have not been made in the year's accounts. In respect of the accounting year ended the 30th June, 1966, a sum of Rs. 154.13 lakhs has been provided in the accounts for taxation, in addition to a sum of Rs. 11.08 lakhs being the additional provision for the year 1964-65 due to increased rate of taxation.

**WORKING RESULTS FOR THE LAST 5 YEARS**

51. A summary of the profit and loss account of the Corporation for the last 5 years is given in the following table :—

TABLE 15

(Lakhs of rupees)

For the year ended 30th June									
	1962	1963	1964	1965	1966				
	2	3	4	5	6				
Interest earned .. .. .	282.91	361.05	449.05	543.49	670.41				
Other income .. .. .	21.27	33.67	58.23	69.07	82.53				
<b>Total Income</b> .. .. .	304.18	394.72	507.28	612.56	752.94				
Interest paid .. .. .	158.80	207.55	262.04	342.02	428.07				
Other expenses .. .. .	14.67	19.55	18.18	28.33	26.72				
<b>Total Expenditure</b> .. .. .	173.47	227.10	280.22	370.35	454.79				
<b>Gross profit</b> .. .. .	130.71	167.62	227.06	242.21	298.15				
Provision for taxation .. .. .	57.82	84.95	101.62	110.79	165.21				
Reserve for depreciation on investments .. .. .	2.00	—	—	—	—				
<b>Net Profit</b> .. .. .	70.89	82.67	125.44	131.42	132.94				
To Reserves .. .. .	39.21	63.42	106.19	107.24	108.31				
Subvention returned to Government .. .. .	18.00	—	—	—	—				
Dividend .. .. .	13.68	19.25	19.25	24.18	24.63				
	70.89	82.69	125.44	131.42	132.94				



It will be observed from the above table that compared to the previous year, the total income of the Corporation during the current year has increased by Rs. 140.38 lakhs. The gross profit recorded a rise of Rs. 55.94 lakhs but on account of higher provision for taxation, viz. Rs. 165.21 lakhs compared to Rs. 110.79 lakhs during the last year, the net profit increased from Rs. 131.42 lakhs to Rs. 132.94 lakhs only. The appropriation to reserves amounted Rs. 108.31 lakhs as compared to Rs. 107.24 lakhs during the last year.

#### **Schedule attached to the Balance Sheet**

52. A schedule showing particulars in respect of the loans and advances as on the 30th June, 1966 is attached to the Balance Sheet.

#### **(i) Debts secured only by Personal Guarantee or Choses-in-Action**

53. It will be seen from item (f) of the schedule that debts aggregating Rs. 12.28 lakhs due from two concerns are outstanding under the above category. Steps for the recovery of the amount due are being taken.

#### **(ii) Interest of Directors in Loanee Concerns**

54. A statement showing an analysis of the figures shown at item (g) of the schedule attached to the Balance Sheet is given in Appendix 'A'.

There was no concern (*vide* Section 'A' of the statement) in which any director of the Corporation had interest as a nominee director of a State Government or a Co-operative Bank or Registrar of Cooperative Societies.

The loans due from concerns in which some of the Corporation's directors are only shareholders aggregate Rs. 2055.74 lakhs (*vide* Section 'B' of the statement).

The details given in Section 'C' of the Statement relate to one concern with outstanding loans of Rs. 24.00 lakhs in which a director of the Corporation has interest as a shareholder of its managing agency concern. The loans to this concern were granted before the above director became a director of the Corporation. The balance of Rs. 392.46 lakhs relates to concerns in which the directors of the Corporation are interested as directors (*vide* Section 'D'). Out of this, about 16% is in respect of loans sanctioned prior to the respective dates on which the directors concerned became directors of the Corporation. It may be of interest to note that the aggregate of loans due from concerns in which the directors are interested in one form or another and which were sanctioned after the concerned directors became directors of the Corporation i.e. Rs. .08 crores constitutes about 4% of the total loans amounting to Rs. 102.00 crores due to the Corporation.

#### **Meetings of the Board and Central Committee**

55. Twelve meetings of the Board were held during the year, nine at New Delhi and one each at Bombay, Calcutta and Madras. The Central Committee of the Board had two meetings during the year, which were held in New Delhi.

#### **Advisory Committees**

56. The Corporation continued during the year to have five Advisory Committees, one each for Chemical Process and Allied Industries, Engineering, Sugar and Textile Industries and one for 'Miscellaneous Industries' covering mainly the coal, shipping and hotel industries. There were eleven meetings of Advisory Committee (Engineering), ten of Advisory Committee (Chemical Process & Allied Industries) and three each of Advisory Committees (Sugar) and (Textiles). The Committees considered applications for various types of financial assistance from 71 concerns in all. In addition to the members of the Committees, the Corporation decided to maintain a panel of technical experts and consultants for various industries to have the benefit of special expertise and to co-opt a few experts from the panel to the concerned Committee as members, depending upon the needs of the occasion, the complexity and nature of the case to be considered and the field of specialisation of the expert concerned.

#### **Amendments to the general regulations of the corporation**

57. During the year, the Corporation after consultation with the Development Bank of India, and with the

previous sanction of the Central Government, amended the General Regulations of the Corporation to give effect to the decision to waive the fees charged by the Corporation for transfer, renewal, consolidation and subdivision of the share certificates and bonds of the Corporation; this is in line with the present practices followed by the various stock exchanges.

#### **General Review of industries particularly in the fields in which the corporation has rendered financial assistance**

58. A tabular statement outlining the installed capacity and industrial production in the country during the year 1965 in respect of some selected industries where the Corporation has rendered financial assistance as also the contribution thereto by concerns assisted by the Corporation appears as Appendix 'F' to the report.

#### **Board of Directors**

59. At the Annual General Meeting held on the 29th September, 1965, Shri C. H. Bhabha was re-elected to the Board under Section 10(1)(c) of the I.F.C. Act to represent Scheduled Banks. Shrimati Raksha Saran was elected under Section 10(1)(d) to represent insurance concerns, investment trusts and other like financial institutions in place of Shri Dhiren Mitra. Shri Neelkanth A. Kalyani was elected under Section 10(1)(e) to represent co-operative banks in place of Shri R. M. Deshmukh. The Board place on record their appreciation of the valuable services rendered by Shri Dhiren Mitra and Shri R. M. Deshmukh as directors of the Corporation.

60. The Industrial Development Bank of India (IDBI) nominated in terms of Section 10(1)(aa) of the I.F.C. Act, Shri K. C. Mitra in substitution of Shri V. G. Pendharkar on 7th July, 1965. Later on, the IDBI nominated Shri S. L. N. Simha in substitution of Shri K. C. Mitra with effect from 14th March, 1966. The IDBI also nominated with effect from the 1st May, 1966 Dr. R. N. Bhargava, Professor & Head, Department of Economics, Banaras Hindu University, Varanasi, as director in terms of Section 10(1)(aa) of the I.F.C. Act, in place of Prof. M. V. Mathur. The Board place on record their appreciation of the valuable contribution made to the deliberations of the Board by Shri V. G. Pendharkar, Shri K. C. Mitra and Prof. M. V. Mathur.

61. The Central Government, in pursuance of Section 10(1)(b) of the I.F.C. Act, nominated Shri S. S. Shiralkar, Additional Secretary, Department of Economic Affairs, Ministry of Finance, as a director of the Corporation *vice* Shri M. R. Yardi, with effect from the 15th July, 1965. The Board place on record their appreciation of the valuable services rendered to the Corporation by Shri M. R. Yardi during his association with it as a director.

62. The Central Government, *vide* Notification issued on the 19th August, 1966, nominated Shri N. N. Wanchoo, Secretary to the Government of India, Ministry of Industry, *vice* Shri S. Ranganathan resigned, in terms of clause (b) of Sub-Section (1) of Section 10 of the I.F.C. Act, 1948. The Board place on record the Corporation's appreciation of Shri S. Ranganathan's valuable contribution to the deliberations of the Board during his long association as a director.

#### **Central Committee**

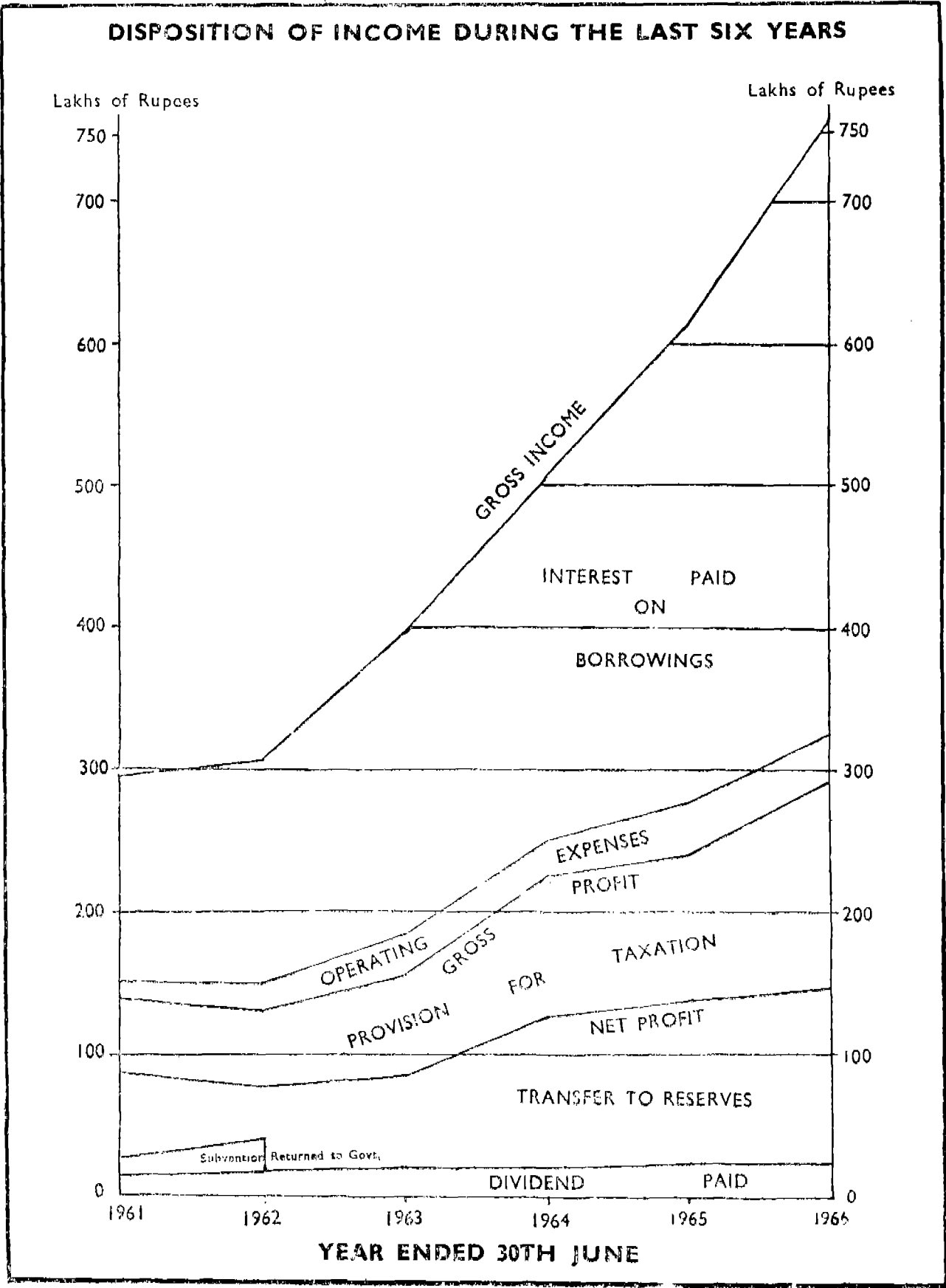
63. On the Central Committee, the elected directors elected Shrimati Raksha Saran and Shri Neelkanth A. Kalyani *vice* Shri Dhiren Mitra and Shri R. M. Deshmukh, retired. The nominated directors elected Shri S. S. Shiralkar *vice* Shri M. R. Yardi to serve on the Central Committee.

#### **General Manager**

64. Shri C. A. Subrahmanyam proceeded on leave preparatory to retirement and Shri C. D. Khanna, Secretary, was appointed as General Manager in his place with effect from the 10th August, 1966.

#### **Secretary**

65. Shri Baldev Pasricha, Comptroller, was appointed as Secretary of the Corporation with effect from the 10th August, 1966.



**Auditors**

66. For the year ended the 30th June, 1966, the I.D.B.I. appointed Messrs. S. Vaidyanath Aiyar & Company, New Delhi, as Auditors of the Corporation. Further, at the Annual General Meeting of the shareholders of the Corporation held on the 29th September, 1965, Messrs. S. B. Billimoria & Company, Bombay were re-elected as Auditors on behalf of the share-holders, other than the Industrial Development Bank of India, for the same period. Messrs. S. B. Billimoria & Company will retire but are eligible for re-election.

**Acknowledgement of Assistance Received**

67. The Board wish to place on record their appreciation of the co-operation and assistance received from the

various Ministries and Departments of the Government of India and the Industrial Development Bank of India. The Board are also grateful to the members who have served on the various Advisory Committees of the Corporation for their valuable assistance and advice, and also to the non-officials who have served as the Corporation's nominees on the Boards of Directors of various loanee concerns and State Financial Corporations.

**On behalf of the Directors**

**A. BAKSI**

*Chairman*

INDUSTRIAL FINANCE  
BALANCEAND  
PROFIT AND*For the year ended*INDUSTRIAL FINANCE  
NEW*Balance Sheet as at*

Previous Year	Capital and Liabilities	This Year
Rs.		Rs.
10,00,00,000	1. AUTHORISED CAPITAL	10,00,00,000
	20,000 shares of Rs. 5,000 each	
	<b>Issued, Subscribed and Paid-up Capital.</b>	
5,00,00,000	10,000 shares of Rs. 5,000 each fully paid-up, (Guaranteed by Government of India as to the prepayment of principal and payment of minimum annual dividend at 2½% under Section 5 of the Industrial Finance Corporation Act)	5,00,00,000
2,00,00,000	4,000 (Second Series) shares of Rs. 5,000 each fully paid-up, (Guaranteed by Government of India as to the repayment of principal and payment of minimum annual dividend at 4% under Section 5 of the Industrial Finance Corporation Act)	2,00,00,000
1,34,60,000	2,692 (Third Series) shares of Rs. 5,000 each fully paid-up, (Guaranteed by Government of India as to the repayment of principal and payment of minimum annual dividend at 4% under Section 5 of the Industrial Finance Corporation Act)	1,34,60,000
8,34,60,000		8,34,60,000
	2. RESERVES AND RESERVE FUND	
2,49,61,000	(i) General Reserve Fund (under Section 32).	
	Balance as per last Balance Sheet	3,31,76,500
	Transferred from Special Reserve Fund under Super Profits Tax Act	15,82,170
82,15,500	Transferred from Reserve for contingencies	1,00,000
3,31,76,500	Transferred from Profit and Loss Account	72,02,201
		4,25,60,871
50,00,000	(ii) Special Reserve Fund (under Section 32A)	
7,76,075	Balance as per last Balance Sheet	57,76,075
57,76,075	Additions during the year	12,69,608
		70,45,683
78,29,000	(iii) Special Reserve Fund [under Section 36(1) (iii) of the Income Tax Act, 1961].	
25,08,000	Balance as per last Balance Sheet	1,03,37,000
1,03,37,000	Transferred from Profit and Loss Account	31,28,563
		1,34,65,563
15,82,170	(iv) Special Reserve Fund under Super Profits Tax Act.	
	Balance as per last Balance Sheet	15,82,170
15,82,170	Transferred to General Reserve Fund	15,82,170
5,08,71,745		
14,46,570	(v) Reserve for Doubtful Debts.	
889	Balance as per last Balance Sheet	14,45,681
14,45,681	LESS : Debts written off during the year	203
		14,45,478
1,00,000	(vi) Reserve for contingencies.	
	Balance as per last Balance Sheet	1,00,000
1,00,000	LESS : Transferred to General Reserve Fund	1,00,000
5,24,17,426		
	3. PROVISION FOR TAXATION.	
1,81,09,392	(i) Income Tax :	
1,10,78,800	Balance as per last Balance Sheet	2,17,28,617
	ADD : Provision for the year	1,65,20,922
2,91,88,192		3,82,49,539
74,59,575	LESS : Adjustments during the year	1,05,58,526
2,17,28,617		2,76,91,013

CORPORATION OF INDIA  
SHEET

## LOSS ACCOUNT

the 30th June, 1966

CORPORATION OF INDIA,  
DELHI

30th June, 1966

Previous Year	Property and Assets			This Year
Rs.		Rs.	Rs.	Rs.
	<b>1. CASH AND BANK BALANCES</b>			
3,091	(i) In hand at Head Office and at Branches .. ..		1,376	
	(ii) With Banks (under Section 19).			
50,37,392	(a) Reserve Bank of India .. ..	1,31,11,913		
21,00,499	(b) Scheduled Banks .. ..	2,50,499		
—	(c) State Cooperative Banks .. ..	—		
3,923	(d) Outside India .. ..	8,104	1,33,70,516	1,33,71,892
<b>71,41,814</b>				
<b>71,44,905</b>				
	<b>2. INVESTMENTS AT COST</b>			
	(i) Under Section 20.			
—	(a) Securities of the Government of India .. ..	—		
—	(b) Securities of the State Government .. ..	—		
21,00,000	(c) Initial Capital of Unit Trust of India .. ..	21,00,000	21,00,000	
<b>21,00,000</b>				
	(ii) Under Section 23(1) (h)			
—	(a) Stocks .. ..	—		
6,03,02,544	(b) Shares .. ..	8,78,33,788		
—	(c) Bonds .. ..	—		
1,51,37,000	(d) Debentures .. ..	3,23,23,600	12,01,57,388	
<b>7,54,39,544</b>				
	(iii) Under Section 23 (1)(i)			
1,82,00,000	Debentures .. ..	—	1,82,00,000	14,04,57,388
<b>9,57,39,544</b>	(Rs. 9,80,51,618/- quoted— Market Value Rs 9,17,76,089/- Rs. 4,24,05,770/- unquoted)			
	<b>3. LOANS &amp; ADVANCES</b>			
83,91,04,029	Total loans outstanding (as per schedule annexed) ..			102,00,03,185
	<b>4. SUB-BORROWERS COMMITMENT TOWARDS DEFERRED FRENCH CREDIT ON ACCOUNT OF PRINCIPAL AND INTEREST</b> .. ..			23,74,759
	<b>5. DIVIDEND DEFICIT ACCOUNT</b>			
—	Balance as per last Balance Sheet .. ..	—		
—	LESS: Balance of Profit transferred from Profit and Loss Account .. ..	—		
	<b>6. PREMISES AT COST</b>			
—	Balance as per last Balance Sheet .. ..	—		
—	Additions during the year .. ..	—		
	LESS: Depreciation upto last year .. ..	—		
—	Depreciation for the year .. ..	—		
	<b>7. MOTOR CARS, CYCLES, FURNITURE, FIXTURES, FITTINGS, ETC. AT COST.</b>			
2,71,865	Balance as per last Balance Sheet .. ..	3,38,645		
67,689	Additions during the year .. ..	49,040		
<b>3,39,554</b>		<b>3,87,685</b>		
909	LESS: Cost of Assets sold .. ..	1,165		
<b>3,38,645</b>		<b>3,86,520</b>		
1,61,794	LESS: Depreciation upto last year .. ..	1,80,725		
19,794	Depreciation for the year .. ..	25,484		
<b>1,81,588</b>		<b>2,06,209</b>		
863	DEDUCT: Depreciation on assets sold .. ..	1,083	2,05,126	1,81,394
<b>1,80,725</b>				
<b>1,57,920</b>				

		BALANCE	
Previous Year	Capital and Liabilities	This Year	
25,60,558	LESS : Tax deducted at source .. .. .	27,61,947	
83,05,167	Advance Tax paid .. .. .	1,31,13,879	1,58,75,826
1,08,65,725			1,18,15,187
1,08,62,892			
	(ii) Super Profit Tax :		
5,76,000	Balance as per last Balance Sheet .. .. .	5,76,000	
1,56,800	LESS : Advance Tax paid .. .. .	1,56,800	
4,19,200		4,19,200	
—	LESS : Excess provision transferred to Profit and Loss Account .. .. .	4,19,200	—
1,12,82,092			1,18,15,187
4. BONDS AND DEBENTURES			
4,56,47,400	(i) 4½% Bonds (Unsecured) redeemable in 1967. (Guaranteed by the Government of India under Section 21)	4,56,47,400	
4,38,30,800	(ii) 4½% Bonds (Unsecured) redeemable in 1968. (Guaranteed by the Government of India under Section 21)	4,38,30,800	
8,94,78,200			
8,94,78,200	BONDS AND DEBENTURES (Contd.) .. .. .	8,94,78,200	
5,48,86,900	(iii) 4% Bonds (Unsecured) redeemable in 1971. (Guaranteed by Government of India under Section 21) .. .. .	5,48,86,900	
6,00,33,100	(iv) 4½% Bonds (Unsecured) redeemable in 1974. (Guaranteed by the Government of India under Section 21) .. .. .	6,00,33,100	
4,45,50,000	(v) 4½% Conversion Bonds (Unsecured) redeemable in 1976. (Guaranteed by the Government of India under Section 21)	4,45,50,000	
6,58,48,100	(vi) 4½% Bonds (Unsecured) redeemable in 1976. (Guaranteed by Government of India under Section 21) .. .. .	6,58,48,100	
—	(vii) 5½% Bonds (Unsecured) redeemable in 1977. (Guaranteed by the Government of India under Section 21) .. .. .	2,00,00,000	
—	(viii) % Debentures (Unsecured) redeemable in (Guaranteed by the Government of India under Section 21) .. .. .	—	33,47,96,300
31,47,96,300			
—	5. FIXED DEPOSITS (under Section 22)		—
—	6. BORROWINGS		
—	(i) From Reserve Bank of India		
—	(a) Secured by pledge of Government Securities of the face value of Rs. [under Section 21(3)(2)] .. .. .	—	
—	(b) Secured by Bonds and Debentures issued by the Corporation of the face value of Rs. 3.25 crores (under Section 21 (3)(b)) .. .. .	—	
—	(ii) From Industrial Development Bank of India [under Sec.21(4)]	—	
40,94,00,477	(iii) From Government of India [under Section 21 (4)] .. .. .	52,61,28,636	
5,94,49,212	(iv) In Foreign Currency .. .. .	14,41,46,037	67,02,74,673
46,88,49,689			
—	7. DEFERRED FRENCH CREDIT ON ACCOUNT OF PRINCIPAL AND INTEREST .. .. .		23,74,759
—	8. SUBVENTION PAID BY GOVERNMENT OF INDIA		
—	On account of dividend under Section 5 read with Section 32.		
—	Balance as per last Balance Sheet .. .. .	—	
—	LESS: Paid to Government of India .. .. .	—	—
—			
—	9. OTHER LIABILITIES		
—	Interest accrued and accruing:—		
56,39,745	(a) On borrowings from Government of India under Section 21(4)	88,57,731	
38,72,154	(b) On Industrial Finance Corporation Bonds .. .. .	38,99,654	
9,25,470	(c) On borrowings in Foreign Currency .. .. .	15,25,193	
17,468	(d) On Sundry Deposits .. .. .	30,893	
1,04,54,837		1,44,13,471	

## SHEET (Contd.)

Previous Year	Property and Assets.	This Year
	<b>8. OTHER ASSETS</b>	
	Interest accrued	
33,29,970	(i) On loans and advances .. .. .	47,22,617
3,35,425	(ii) On debentures .. .. .	7,44,487
173	(iii) On deposits with banks .. .. .	14,758
5,541	(iv) On advances to staff for conveyances, table fans and house building .. .. .	5,642
		54,87,504
36,71,109		
11,82,723	Commitment and other charges accrued .. .. .	17,16,746
47,35,780	Sundry Debtors* .. .. .	1,30,49,395
40,495	Advances to staff for conveyances, table fans and house building	99,673
35,320	Stocks of Stationery .. .. .	38,414
39,406	Telephone Deposit .. .. .	36,404
97,04,833		2,04,28,136
	Cheques lodged for collection or in hand pending collection per contra .. .. .	43,56,843
36,03,954	Prepaid Expenses .. .. .	27,913
23,168	Difference in Exchange. .. .. .	57,668
11,528	Stamps on hand. .. .. .	24
25		
		2,48,70,584
1,33,43,508		
23,87,90,550	<b>9. GUARANTEES PER CONTRA</b> .. .. .	33,13,04,245
72,70,000	<b>10. UNDERWRITING CONTRACT PER CONTRA</b> .. .. .	55,50,000

				BALANCE	
Previous Year	Capital and Liabilities			This Year	
Rs.				Rs.	Rs.
9,75,624	Advance Guarantee Commission	..	..	6,59,453	
51,26,406	Sundry Creditors	..	..	77,94,836	
1,83,884	Interest held in Suspense	..	..	14,94,303	
2,16,660	Commitment charges held in Suspense	..	..	8,80,276	
—	Deferred payment guarantee commission held in Suspense	..	..	1,55,546	
15,80,374	Industrial Finance Corporation Employees' Provident Fund Account	..	..	16,70,369	
1,24,000	Legal Charges Suspense	..	..	1,23,450	
—	Unclaimed Dividend	..	..	1,960	
36,03,954	Cheques received for collection per contra	..	..	43,56,843	
127	Commitment charges accrued on Foreign Currency Loans availed	..	..	6,781	3,15,57,288
2,22,65,866					
10. CONTINGENT LIABILITIES					
10,78,73,656	(a) Guarantees given (under Section 23 (1)(b) per contra). (Refer Note (iii) under Profit and Loss Account)	..	..	12,30,45,050	
13,09,16,894	(b) Foreign loan Guarantees given (under Section 23(1)(c) per contra)	..	..	20,82,59,195	33,13,04,245
23,87,90,550	(c) Underwriting contracts (under Section 23(1)(d) per contra)	..	..	55,50,000	33,68,54,245
72,70,000					
24,60,60,550					
11. PROFIT & LOSS ACCOUNT					
19,25,000	Balance as per last Balance Sheet	..	..	24,18,533	
19,25,000	LESS: Dividend for 1964-65	..	..	24,18,533	—
1,31,42,033	ADD: Profit for the year as per Profit and Loss Account	..	..	1,32,94,167	
1,31,42,033					
25,08,000	LESS: Transferred to Special Reserve Fund (under Section 36(1) (viii) of the Income-tax Act, 1961)	..	..	31,28,563	
82,15,500	Transferred to General Reserve Fund	..	..	77,02,201	1,08,30,764
1,07,23,500					24,63,400
24,18,533					
120,15,50,456					153,81,13,447

Contingent Liability on account of partly paid-up shares held as investment under Section 23(1)(b).

Rs. 1,00,01,653

C. D. Khanna  
General Manager

A. Beksi  
Chairman

S. B. BILLIMORIA & CO.  
S. VAIDYANATH AIYAR & CO.  
Chartered Accountants

Shri N. N. Wanchoo	Director	Shri S. L. N. Simha	Director
" M. K. Venkatachalam	"	" B. K. Dutt	"
" Charat Ram	"	" S. D. Srinivasan	"
" S. R. Vasavada	"	Smt. Raksha Saran	"
" R. N. Bhargava	"	Shri P. S. Rajagopal Naidu	"
" N. A. Kalyani	"		

## INDUSTRIAL FINANCE

### NEW

#### Schedule showing particulars in respect of loans and advances

	Rs.
(a) Debts considered good in respect of which the Corporation is fully secured Out of this—	94,82,00,077
(i) Loans amounting to Rs. 61,32,40,910 are also secured by the personal guarantees of Directors and/or Managing Agents and/or Secretaries and Treasurers of borrower concerns. (Of these, loans aggregating Rs. 1,79,50,000 are further secured by the guarantees of the Central and/or State Governments and loans aggregating Rs. 66,667 are guaranteed by the Scheduled or Co-operative Banks).	
(ii) Loans amounting to Rs. 27,68,59,687 are also secured by the guarantees of the Central and/or State Governments.	
(iii) Loans amounting to Rs. 58,00,000 are also secured by the guarantees of Scheduled and/or State Co-operative Banks.	
(b) Debts previously fully secured but now secured to the extent of Rs. 8,61,841 only	10,83,433
(c) Debts secured only by the guarantees of the Central and/or State Governments	75,00,000
(d) Debts secured only by the guarantees of the Scheduled and/or Co-operative Banks	5,90,21,622
(e) Debts previously fully secured by the guarantees of the Scheduled Banks but now secured to the extent of Rs. 28,04,000 only	29,69,959
(f) Debts secured only by personal guarantees or choses in action	12,28,094
Total of (a), (b), (c), (d), (e) & (f)	102,00,03,185
(g) Debts due by concerns in which the directors of the Corporation are interested as Directors and shareholders, Directors or members of the Managing Agency concerns	24,72,20,521
Of these—	
(i) Debts aggregating Rs. Nil are due by Co-operative Societies in which the Directors of the Corporation are interested as nominees of State Government or Co-operative Banks or Registrar of Co-operative Societies.	



## SHEET (Contd.)

Previous Year	Property and Assets.	This Year		
Rs.		Rs.	Rs.	Rs.
120,15,50,456	Brought forward			153,81,13,447

120,15,50,456

153,81,13,447

NOTE: \*The amount of Sundry Debtors includes:—

- (a) Rs. 33,65,000/- being balance (fully secured) of purchase consideration recoverable from Indo-Asahi Glass Co. Ltd. for assets of Sodepore Glass Works Ltd. (in liquidation) sold to them.
- (b) Rs. 2,78,320/- being balance (fully secured) of purchase consideration and interest thereon recoverable from Zip Industries (Private) Ltd., for assets of Link Industries Ltd. (in liquidation) sold to them.
- (c) Rs. 77,01,181/- being balance (unsecured) due from M/s. Hindustan Zinc Limited for assets and liabilities of Metal Corporation of India Ltd. taken over by them under an Act of Parliament.

## CORPORATION OF INDIA

## DELHI

referred to in the Balance Sheet as at 30th June, 1966.

(ii) Debts aggregating Rs. 20,55,74,392 are due by concerns in which the Directors of the Corporation are interested as Shareholders only.	Rs.
(iii) Debts aggregating Rs. 24,00,000 are due by concerns in which the Directors of the Corporation are interested as Directors or members of the Managing Agency concerns.	
(iv) Debts aggregating Rs. 3,92,46,129 are due by concerns in which the Directors of the Corporation are interested as Directors.	
(h) Total Amount of loans disbursed during the year to concerns in which the Directors of the Corporation are interested as Directors and Shareholders, Directors or members of the Managing Agency concerns	7,24,55,179
(i) Total amount of instalments whether of principal or interest of which default was made at any time during the year	3,25,08,100
(ii) Total amount of instalments whether of principal or interest overdue at the end of the year	3,39,58,694
(iii) Total amount of instalments whether of principal or interest overdue by concerns in which Directors of the Corporation are interested as Shareholders only	2,51,50,434

Note: (1) Loan amounting to Rs. 53,00,000 due by a concern in which one Director of the Corporation is interested as a Director as also as Director of the Managing Agency concern is not included in category g(iii) but included in g(iv) only.

(2) The Schedule includes defaults committed by two concerns in payment of the instalments of deferred payments to the machinery suppliers met by the Corporation under Deferred Payment Guarantee and treated as Loans.

(3) Refer to paras Nos. 41 and 42 on pages 29 and 30 of the Directors' Report.

C. D. KHANNA  
General Manager

A. BAKSI  
Chairman

S. B. BILLIMORIA & Co.  
S. VAIDYANATH AIYAR & Co.  
Chartered Accountants

## INDUSTRIAL FINANCE

## NEW

## Profit and Loss Account for the

Previous year		This Year
Rs.		Rs.
3,42,01,836	To Interest on Bonds, Debentures, etc. . . . .	4,28,07,267
40,603	„ Salaries and Allowances including ex-gratia payment to non-officer junior staff.	
13,364	(a) Chairman (including Rs. 7,152/- as leave salary and pension contributions) . .	44,052
31,900	(b) Ex-Chairman (arrears of leave salary, provident fund and pension contributions)	—
15,47,073	(c) General Manager . . . . .	40,450
78,014	(d) Others . . . . .	17,76,906
	(e) Provident Fund Contributions . . . . .	85,909
17,10,954		19,47,317
2,38,050	LESS: Amount recovered from assisted concerns for legal work done by the Corporation . . . . .	3,36,750
14,72,904		16,10,567
7,750	To Directors' Fees . . . . .	7,450
6,150	„ Committee Members' Fees (other than Directors) . . . . .	3,750
60,743	„ Directors' Travelling and other allowances . . . . .	59,639
73,621	„ Committee Members' (other than Directors) Travelling and other allowances . .	53,383
1,49,650	„ Rent, Taxes, Insurance and Lighting . . . . .	1,57,067
66,842	„ Postage, Telegrams, Stamps and Telephones . . . . .	77,747
1,25,866	„ Printing, Stationery and Advertisement . . . . .	1,54,212
6,891	„ Repairs . . . . .	4,000
1,120	„ Law Charges . . . . .	3,551
10,000	„ Audit Fees . . . . .	15,000
19,794	„ Depreciation . . . . .	25,484
5,28,427		
	To Other Expenses:	
11,041	„ Agency Charges . . . . .	2,465
4,394	„ Books & Newspapers . . . . .	3,037
26,345	„ Medical Fees & Expenses . . . . .	29,415
44,912	„ Travelling Expenses . . . . .	40,155
5,231	„ Halting Allowances . . . . .	4,585
3,359	„ Maintenance of Motor Cars . . . . .	6,338
6,000	„ Listing Fees . . . . .	2,000
1,936	„ Bank Charges . . . . .	2,282
39,475	„ Expenses not Enumerated . . . . .	40,387
64,428	„ Interest on Employees' Provident Fund . . . . .	73,344
2,07,121		2,04,008
55,777	„ Commitment charges on Foreign Currency Loans . . . . .	84,034
44,653	„ Brokerage on Bonds . . . . .	11,442
4,93,861	„ Discount on Bonds . . . . .	2,00,000
—	„ Bad Debts written off . . . . .	—
31,056	„ Income-tax deducted on sale of securities . . . . .	—
—	„ Provision for doubtful debts . . . . .	—
—	„ Loss on sale of Investments . . . . .	—
—	„ Assets written off . . . . .	—
—	„ Loss on sale of Assets . . . . .	—
1,10,78,800	„ Provision for Taxation, (including Rs. 11,08,000/- in respect of 1964-65) . . . .	1,65,20,922
1,31,42,033	„ Balance of Profit carried to Balance Sheet . . . . .	1,32,94,164
6,12,56,468		7,52,93,687

C. D. KHANNA  
General Manager

**CORPORATION OF INDIA,  
DELHI.**

*Year ended the 30th June, 1966.*

Previous Year													This Year
Rs.													Rs.
5,43,49,009	By	Interest	..	..	..	..	..	..	..	..	..	..	6,70,40,812
30,16,404	..	Commission	..	..	..	..	..	..	..	..	..	..	38,97,738
—	..	Rent	..	..	..	..	..	..	..	..	..	..	—
—	..	Profit on sale of Investments	..	..	..	..	..	..	..	..	..	..	—
455	..	Profit on sale of Assets	..	..	..	..	..	..	..	..	..	..	671
8,19,272	..	Dividend on Shares	..	..	..	..	..	..	..	..	..	..	8,29,718
29,43,555	..	Commitment Charges	..	..	..	..	..	..	..	..	..	..	29,00,159
—	..	Premia on Premature repayments	..	..	..	..	..	..	..	..	..	..	—
15,000	..	Bad Debts recovered	..	..	..	..	..	..	..	..	..	..	15,000
1,12,773	..	Miscellaneous Income	..	..	..	..	..	..	..	..	..	..	1,90,389
—	..	Excess provision in respect of Super Profits Tax written back	..	..	..	..	..	..	..	..	..	..	4,19,200

6,12,56,468

Carried over ...

7,52,93,687

NOTES : (i) The items of "Interest", "Commission" and "Commitment Charges" do not include Rs. 13,10,418/-, Rs. 1,55,546/- and Rs. 6,63,616/- respectively on certain accounts which are considered doubtful of recovery. These are held in the respective suspense accounts.

(ii) Interest on one account which is considered doubtful of recovery has not been taken into account.

(iii) The undertaking of the Metal Corporation of India Ltd. was acquired by the Government of India under an Act of Parliament. The Deferred Payment Guarantee liability of the Corporation was therefore deemed to have ceased from the date of acquisition viz. 22-10-1965. The Corporation is in correspondence with the foreign suppliers for the cancellation of the guarantee liability. Pending confirmation from the suppliers, the contingent liability continues in the books of the Corporation. The deferred payment guarantee commission has not been taken into account as from 22-10-1965.

A. BAKSI  
Chairman

S. B. BILLIMORIA & CO.  
S. VAIDYANATH AIYAR & CO.  
Chartered Accountants

## INDUSTRIAL FINANCE CORPORATION OF INDIA

## REPORT OF THE AUDITORS

## TO THE SHAREHOLDERS

## OF THE INDUSTRIAL FINANCE CORPORATION OF INDIA

We, the undersigned Auditors of the Industrial Finance Corporation of India, do hereby report to the Shareholders upon the Balance Sheet and Accounts of the Corporation as at 30th June, 1966.

We have examined the above Balance Sheet with the Accounts and Vouchers relating thereto and the audited returns from the Branches, which returns are incorporated in the above Balance Sheet, and report that where we have called for explanations and information, such information and explanations have been given and have been satisfactory. In our opinion, the Balance Sheet is a full and fair Balance Sheet containing all necessary particulars and properly drawn up in accordance with the Act and the Rules of the Corporation so as to exhibit a true and correct view of the state of the affairs of the Corporation according to the best of our information and explanations given to us and as shown by the Books of the Corporation.

S. B. BILLIMORIA & CO.  
S. VAIDYANATH AIYAR & CO.  
Chartered Accountants

New Delhi

Dated, 25th August, 1966.

## INDUSTRIAL FINANCE CORPORATION OF INDIA

## APPENDICES

	Appendix
Debts due by concerns in which the Directors of the Corporation are interested .. .. .	"A"
Statement of financial assistance sanctioned from 1-7-1965 to 30-6-1966 .. .. .	"B"
Analysis of net financial assistance sanctioned for various types of industries as per the International Standard Industrial Classification of all economic activities as on the 30th June, 1966 .. .. .	"C" (i)
State/territory-wise distribution of net financial assistance sanctioned as on the 30th June, 1966 .. .. .	"C" (ii)
Statement showing classification of net financial assistance sanctioned as on the 30th June, 1966 according to amounts sanctioned for each industrial concern .. .. .	"D"
Statement showing Industry-wise distribution of net financial assistance sanctioned upto the 30th June, 1966 in each State .. .. .	"E"
Statement showing the total installed capacity and industrial production in the country in selected industries during the year 1965 and the contribution thereto by concerns assisted by I.F.C. .. .. .	"F"
Statement showing state-wise distribution of the number and amount of applications pending as on 1-7-1965 as also those received, rejected, withdrawn and sanctioned and the amount disbursed during the year ended the 30th June, 1966 and applications pending as on the 30th June, 1966 .. .. .	"G"

## APPENDIX "A"

DEBTS DUE BY CONCERNS IN WHICH THE DIRECTORS OF THE CORPORATION ARE INTERESTED  
AS DIRECTORS AND SHAREHOLDERS, DIRECTORS OR MEMBERS OF THE MANAGING AGENCY  
CONCERNS AS ON THE 30TH JUNE, 1966.

No. of Companies/ Societies	Date of sanction of loan	Amount of loan sanctioned	Amount Due		Total	Remarks
			In respect of loans sanctioned prior to the dates on which the concerned directors became directors of the Corporation or acquired interest in the loanee con- cerns	In respect of loans sanctioned when the concerned directors were directors of the Corporation		
1	2	3	4	5	6	7
		Rs.	Rs.	Rs.	Rs.	
A. Debts due by Co-operative Societies in which the Directors of the Corporation are interested as nominees of State Governments or Co-operative Banks or Registrar of Co-operative Societies.						
		Nil	Nil	Nil	Nil	
B. Debts due by concerns in which the Directors of the Corporation are interested as shareholders only.						
1.	30-11-1961	60,00,000	58,98,954	—		
2.	31-10-1963	1,27,751	1,32,890	—		
3.	26-10-1961	35,00,000	30,00,000	—		
	*30- 5-1963	8,85,186	8,53,675	—		
	*30- 5-1963	55,00,000	55,00,000	—		
	*28-12-1964	16,50,000	5,00,000	—		
	*28-12-1964	39,37,500	11,72,983	—		
4.	31- 1-1963	40,00,000	37,16,845	—		
5.	31- 1-1964	24,16,228	23,46,980	—		
	*27- 1-1965	8,06,400	7,59,375	—		
6.	16-8-1949	22,00,000	4,20,000	—		
	*28- 9-1962	47,00,000	—	47,00,000		
	*31-10-1963	33,07,500	—	8,87,199		
	*31-10-1963	22,68,000	—	6,75,296		
	*31-10-1963	5,60,000	—	5,60,000		
7.	5- 1-1952	12,00,000	2,25,000	—		
	*29-11-1960	12,00,000	11,00,000	—		

## APPENDIX "A" (Contd.)

1	2	3	4	5	6	7
		Rs.	Rs.	Rs.	Rs.	
8.	27-1-1965	50,00,000	25,00,000	—		
9.	4-11-1950	50,00,000	6,00,000	—		
10.	9-6-1960	2,43,00,000	1,83,00,000	—		
	*29-3-1962	50,00,000	35,00,000	—		
11.	28-12-1963	18,76,040	11,752	—		
12.	25-5-1961	2,79,000	2,22,550	—		
	*25-5-1961	6,98,125	5,58,756	—		
	*29-8-1963	7,50,000	6,60,000	—		
13.	30-4-1964	41,89,000	46,28,000	—		
	*28-12-1964	4,39,000		—		
	30-4-1964	39,26,475	23,04,790	—		
	*28-12-1964			—		
	*30-4-1964	43,76,925	25,90,939	—		
	*28-12-1964			—		
14.	28-9-1962	1,50,00,000	75,00,000	—		
15.	27-12-1962	18,55,500	17,80,500	—		
16.	29-3-1961	20,00,000	18,33,334	—		
17.	25-2-1964	77,40,000	15,00,000	—		
18.	25-6-1955	1,00,00,000	64,00,000	—		
	*27-6-1958	50,00,000	32,00,000	—		
19.	28-12-1961	12,00,000	—	10,20,000		
20.	21-4-1960	25,00,000	12,50,000	—		
21.	19-12-1959	1,00,00,000	1,11,66,609	—		
	*19-12-1959	3,11,21,000	1,12,04,364	—		
22.	28-7-1960	60,00,000	56,00,000	—		
	*25-2-1964	40,00,000	40,00,000	—		
	*28-6-1965	80,00,000	30,00,000	—		
23.	27-6-1958	35,00,000	26,00,000	—		
	*26-3-1964	22,59,000	16,00,000	—		
	*27-8-1964	11,67,075	11,55,334	—		
24.	22-5-1954	9,00,000		—		
	*15-10-1955	10,00,000	40,00,000	—		
25.	31-1-1963	54,00,000	53,00,000	—		
	*29-5-1965	17,00,000	16,50,000	—		
26.	30-4-1964	1,00,00,000	1,00,00,000	—		
27.	26-11-1956	25,00,000	17,43,758	—		
28.	29-6-1961	1,00,00,000	95,00,000	—		
	*30-5-1963	50,00,000	49,00,000	—		
29.	26-3-1958	1,82,00,000	1,31,51,491	—		
30.	28-7-1961	24,93,020	14,93,018	—		
31.	30-5-1963	1,40,00,000	1,40,00,000	—		
32.	12-1-1961	60,00,000	58,00,000	—		
33.	31-7-1954	13,00,000	9,00,000	—		
Total of 'B'		29,80,28,725	19,77,31,897	78,42,495	20,55,74,392	
C. Debts due by concerns in which the Directors of the Corporation are interested as Directors or Members of the Managing Agency Concerns.						
1.	30-8-1950	7,00,000	7,00,000	—		
	2-4-1957	9,00,000	2,00,000	—		
	28-6-1965	25,00,000	15,00,000	—		
Total of 'C'		41,00,000	24,00,000	—	24,00,000	
D. Debts due by concerns in which the Directors of the Corporation are interested as Directors.						
1.	30-9-1963	36,10,000	—	36,10,000		
	*30-9-1963	1,47,89,250	—	1,39,03,755		
2.	30-9-1963	40,47,750	—	32,71,959		
	*30-9-1963	24,30,000	—	22,78,125		
	*29-10-1964	14,96,250	—	11,75,231		
3.	17-9-1954	29,00,000	10,07,059	—		
4.	25-7-1963	99,00,000	—	87,00,000		
5.	26-6-1956	30,00,000	18,00,000	—		
	*9-6-1960	40,00,000	35,00,000	—		
Total of 'D'		4,61,73,250	63,07,059	3,29,39,070	3,92,46,129	
Total of A, B, C & D		34,83,01,975	20,64,38,956	4,07,81,565	24,72,20,521	

\*Additional loan

## APPENDIX "B"

Statement of Financial Assistance Sanctioned by the Industrial Finance Corporation of India from the 1st July 1965 to the 30th June, 1966

(Lakhs of rupees)

Sl. No.	Name of the Company or Society	Name of the Managing Agents/ Managing Directors/ Chairman/President of the Board of Directors/ Secretaries and Treasurers.	Location of the factory	Amount of financial assistance sanctioned							Particulars of the project.
				Rupee loans.	Foreign currency loans (Rupee equivalent)	Underwriting			Guarantee for Deferred Payments to foreign Suppliers.	Guarantee for foreign currency loans.	
						Equity.	Pref.	Debenture			
1	2	3	4	5	6	7	8	9	10	11	12
ANDHRA PRADESH											
1.	M/s. Andhra Pradesh Paper Mills Ltd.	Promoters West Coast Paper Mills and State Govt. of Andhra Pradesh.	Rajahmundry Distt. East Godavari.	75.00	—	*15.00	—	—	—	—	Expansion of capacity from 10 to 100 tonnes of paper per day.
2.	M/s. Madanapalle Spg. Mills Ltd.	M/s. T. N. V. R. Pvt. Ltd. Proposed Secretaries and Treasurers.	Near Madanapalle.	4.00 (addl.)	—	—	—	—	—	—	Setting up a cotton Spinning Mill with 12,000 spindles.
3.	M/s. Republic Forge Company Ltd.	Shri B. Hanumantha Rao, Managing Director.	Hyderabad.	40.00	—	3.00	2.00	—	—	—	New project for the manufacture of mild and alloy steel forgings with a capacity of 9,000 tonnes per annum.
4.	M/s. Sree Sai Baba Textiles Ltd.	Shri B. V. Narasingarao Managing Director.	Amadalavalasa	9.00	—	—	2.50	—	12.21	—	Setting up a Cotton Spg. Mill with 12,096 spindles.
5.	M/s. Venkata Ratnamba Textiles Ltd.	Shri S. R. Y. Ramakrishna Prasad and Shri V. R. G. K. M. prasad Managing Directors. (Proposed).	Nizamabad.	—	—	—	1.00 (addl.)	—	—	—	Setting up a Cotton Spg. Mill with 12,180 spindles.
BIHAR											
6.	M/s. Dumraon Textiles Ltd.	Maharaja Kamal Singh of Dumraon, Managing Director.	Dumraon, Distt. Sahabad	30.00	—	—	2.00	—	—	—	Setting up a Cotton Spg. Mill with 12,320 spindles.
7.	M/s. Hanuman Sugar Industries Ltd.	Shri Shiv Prasad Nopany Managing Director.	Motihari, Distt. Champaran.	15.00 (addl.)	—	—	—	—	—	—	Expansion of the crushing capacity from 1,000 to 1,500 tonnes of sugar cane per day.
8.	M/s. Kalyanpur Lime & Cement Works Ltd.	Shri S. P. Sinha Director.	Banjari	25.00 (addl.)	4.73 (in U.S.\$)	—	—	—	* 18.66 (for indigenous machinery)	—	Financing a part of the over-run of the Company's project for the expansion of Cement manufacturing capacity from 1.50 lacs tonnes to 3.50 lacs tonnes per annum.
9.	M/s. Saran Engineering Co. Ltd.	Shri K. M. Wilcox Managing Director.	Marhowrah, Distt. Saran	17.08	20.35 (in D.M.)	—	—	—	—	—	For increasing the foundry capacity from 3,000 tonnes to 4,800 tonnes p.a. and steel processing capacity from 1,000/1,200 tonnes to 1,200/1,500 tonnes p.a. as also for undertaking the manufacture of pneumatic power hammers with a capacity of 120 Nos. p.a.

\*The underwriting sanctioned is for both equity and preference shares; the exact amount is to be determined later.

## APPENDIX "B" (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
GUJARAT											
10. M/s. Accumax Ltd.		Shri U.P. Pandit Managing Director.	Rajkot	18.50	—	3.50	—	—	—	—	Setting up a factory for the manufacture of 240 Radial and 240 Pillar Drilling Machines p.a.
11. M/s. Air Control and Chemical Engineering Co. Ltd.		M/s. Harish Chandra Maganlal and Co. (P) Ltd., Managing Agents.	Devdi Village Ahmedabad.	15.00 (addl.)	—	—	—	—	—	—	For financing a part of the over-run in the cost of the company's scheme to manufacture air handling and refrigeration equipments.
12. M/s. Dhrangadhra Chemical Works Ltd.		M/s. Sahu Bros. (Saurashtra) Pvt. Ltd. Managing Agents.	Dhrangadhra	—	5.29 (in D.M.)	—	—	—	—	—	Import of one Halberg Gas Compressor to stabilise production of Soda Ash.
13. M/s. Digvijay Cement Co. Ltd.		M/s. Laxmi Agents Ltd. Managing Agents.	(i) Sikka (ii) Digvijay Nagar, near Ahmedabad. (iii) Bombay.	—	—	—	—	30.00	—	—	Expansion of the installed capacity of (i) the Company's cement factory at Sikka, from 6.30 lakhs tonnes to 8.30 lakhs tonnes p.a. (ii) asbestos cement products plants at Digvijaynagar near Ahmedabad, from 17,000 tonnes to 49,000 tonnes p.a. and setting up a Clinker grinding unit with a capacity of 1,00,000 tonnes p.a. at Ahmedabad.
14. M/s. Gujarat Industrial Trucks Ltd.		Shri Govind Lal D. Modi Managing Director.	Udhana, Near Surat	2.25	—	1.50	—	—	—	—	New project for the manufacture of (i) lift trucks and pallet trucks 650 Nos. p.a. (ii) Two wheeler & four wheeler trolleys 2,150 Nos. p.a. and (iii) Industrial castors.
15. M/s. New Shorrock Spg. and Mfg. Co. Ltd.		Shri Rasesh M. Mafatlal President, Shri Laxman Parsad D. vasa, executive Vice-President.	(i) Ahmedabad. (ii) Nadiad.	50.00	—	—	—	—	—	—	For meeting a part of the cost of the Company's New export oriented unit at Nadiad with 43,200 spindles and 408 looms.
16. M/s. Tata Chemicals Ltd.		M/s Tata Industries (P) Ltd. Managing Agents.	Mithapur.	—	133.88 (in U.S. \$) 23.62 (in D.M.)	—	—	—	—	—	Expansion of Installed capacity of Soda Ash from 400 tonnes to 600 tonnes per day.
KERALA											
17. Premier Cable Co. Ltd.		Shri H. M. Periwai, Managing Director.	Karukutty, Distt., Ernakulam.	7.00 (addl.)	—	—	—	—	—	—	For meeting a part of the over-run in the cost of the Company's project for the manufacture of house wiring cables, plastic insulated cables and thermo-plastic insulated and sheathed heavy duty cables.

## APPENDIX "B" (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
18.	M/s. Punalur Paper Mills Ltd.	M/s. A. and F. Harvey Ltd. Managing Agents.	Punalur.	—	4.72 (in D.M.)	—	—	—	—	—	Import of one Rewinder to increase the rewinding capacity.
19.	M/s. Madras Spinners Ltd.	Shri D. Dorairaj, Managing, Director.	Attapalam, Chulimada, Palghat Taluk	27.50	—	1.25	1.25	—	13.38	—	Setting up a spinning mill with 12,000 spindles.
20.	M/s. Travancore Rayons Ltd.	M/s. Emcote & Sons (Travancore) Private Ltd. Managing Agents.	Rayonpuram,	—	7.80 (in D.M.)	—	—	—	—	—	Rehabilitation/modernisation of the cellulose film plant to get improved production.
MADHYA PRADESH											
21.	M/s. Associated Cement Co. Ltd.	M/s. Cement Agencies Ltd. Managing Agents.	*Keymore, Jamul and certain other Units.	200.00	—	—	—	—	—	—	Expansion of Cement production from 4 million tonnes p.a. to 9 million tonnes p.a.
22.	M/s. Central India Machinery Mfg. Co Ltd.,	Shri R. K. Birla, Director.	@Birlanagar, Gwalior.	—	—	—	—	40.00	—	—	Expansion of the Company's structural Division at Bharatpur (Rajasthan) and steel foundry and textiles machinery divisions at Gwalior.
MADRAS											
23.	M/s. Dhrangadhra Chemical Works Ltd.	M/s. Sahu Bros. (Saurashtra Pvt. Ltd. Managing Agents.	Sahupuram.	—	12.55 (in French Francs)	—	—	—	—	—	Importing one additional 40 MVA transformer for augmenting the power supply at its Sahupuram (Madras) Factory.
	Do.	Do.	Do.	65.00 (addl.)	—	—	—	—	—	—	Taking up manufacture of 5,400 tonnes of Tri/ Perchloro-ethylene p. a. at its Sahupuram factory.
24.	M/s. Deccan Sugar & Abkharl Ltd.	M/s. Parry & Co. Ltd. Managing Agents.	Pugalus & Samalkot.	51.00	—	—	—	—	—	—	Modernisation and expansion of its Pugalur factory to increase crushing capacity from 1,250 to 1500 tonnes of sugar per day.
25.	M/s. Enfield India Ltd.	Shri S. Sankaran, Managing Director.	Tiruvottiyur Distt. Chingleput.	10.22 (addl.)	23.97 (in D.M.)	—	—	—	—	—	Acquiring certain balancing equipments to step up the production of 350 c.c. Motor Cycles to 500 Nos per month.
26.	M/s. India Cements Ltd.	M/s. Essen (P) Ltd., Managing Agents.	(i) Sankar Nagar, Distt. Tirunelveli (ii) Sankaridrug, Distt. Salem.	100.00	—	—	—	—	—	—	Expansion of Cement Production by one million tonnes p.a. as also acquisition-cum-expansion of a foundry at Madras.

\*This application has been classified in Madhya Pradesh where the Company's main works are located although some of its works are also located in other States—Gujarat, Andhra Pradesh, Madras, Rajasthan, Bihar & Punjab.

@The application has been classified in Madhya Pradesh where the Company has its main works although it has its workshop at Bharatpur (Rajasthan).



## APPENDIX "B"—Contd.

1	2	3	4	5	6	7	8	9	10	11	(12)
27. M/s. K.C.P. Ltd.	M/s. V. Ramakrishna & Sons (Pvt.) Ltd., Managing Agents.	Tiruvottiyur, Distt. Chingleput	80.00 (addl.)	—	—	—	—	—	95.74	—	Expansion of the Company's central workshop to take up the manufacture of Cement & Sugar plants and other items of heavy Industrial machinery.
28. M/s. Mactools Ltd.,	Shri P.S.S. Somasundaram Chettiar, Chairman.	Chembaram-Pakkam, Taluka Sri-perumbudur.	37.40	59.22 (in D.M.)	10.00	2.00	—	—	—	—	New project for the manufacture of machine tools viz. lathes, surface grinders, workshop presses, hydraulic and deep drawing presses with a capacity of 1,920 machines p.a.
29. M/s. Madras Alloy & Stainless Steel Ltd.	M/s. Vummidiars Agencies. Managing Agents	Katpadi Distt. N. Arcot	125.00	—	12.50	12.50	—	—	—	—	New project for the manufacture of 7,500 tonnes of stainless steel sheets p.a.
30. M/s. Sakhti Pipes Ltd.	M/s. Sakhti Enterprises. Managing Agents	Village Elavoor, Ponneri Taluk Distt. Chingleput.	15.00	—	—	—	—	—	—	—	Financing a part of the overrun of the Company's project for the manufacture of 25,200 tonnes of Cast Iron Spun pipes per annum.
31. M/s. Tubes & Malleable Co. Ltd.	Shri M.A. Chidambaram Principal Director	Surapattu Village	55.00	—	*10.00	—	—	—	—	—	New project for the manufacture of 2,400 tonnes p. a. of malleable iron pipe fittings and castings.
MAHARASHTRA											
32. M/s. Agriculture Discs (India) Ltd.	Sarvashri (i) L.R. Patel (ii) M.L. Patel (iii) J.M. Patel, Promoter Directors.	Near Bombay	10.00	—	3.00	—	—	—	—	—	New Project for the manufacture of agriculture discs with an installed capacity of 1,00,000 Nos. p.a.
33. M/s. Bombay Malleable Iron Castings & Allied Industries Ltd.	Shri T.K. Verneker, and Shri D.S. Acharya Managing Directors (Proposed).	Village Panch-Pakhadi, Distt. Thana	40.00	—	3.00	2.00	—	—	—	—	New project for the manufacture of malleable steel castings with a capacity of 2,800 tonnes per annum.
34. Do.	Do.	Do.	15.00 (addl.)	—	—	—	—	—	—	—	For meeting a part of the increased cost of the above project as a result of increase in import duty.
35. M/s. Bombay Suburban Electric supply Ltd.	M/s. Killick Industries Ltd. Managing Agents.	Bombay Suburban Distt.	—	—	—	—	10.00	—	—	—	Expansion of present distribution capacity from about 64,000 KWS to 1,18,000 KWS.
36. M/s. Century Spg. & Mfg. Co. Ltd.	M/s. Birla Gwalior (Pvt.) Ltd. Managing Agents.	(i) Worli (Bombay) (ii) Kalyan	—	21.26 (U.S.\$)	—	—	—	—	—	—	Importing 3 water tube boilers in connection with the expansion of the installed capacity of its Tyre Cord Division at Kalyan from 6.9 tonnes per day to 19 tonnes per day.

The underwriting sanction is for both equity and preference shares; the exact amount is to be determined later.

## APPENDIX "B" (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
37.	M/s. Century Spg. & Mfg. Co. Ltd.	M/s. Birla Gwalior (Pvt.) Ltd. Managing Agents.	(i) Worli (Bombay) (ii) Kalyan	140.00	—	—	—	—	—	—	Expansion of Rayon Tyre Cord capacity at Kalyan from 6.9 tonnes per day to 19 tonnes per day.
38.	M/s. C.T.R. Mfg. Industries Ltd.	Shri Murarji J. Vaidya Chairman	Poona	18.00	—	3.00	—	—	—	—	New project for the manufacture of milling cutters on load tap changers & pressed steel radiators.
39.	M/s. Deccan Co-operative Spg. Mills Ltd.	Shri A.G. Kulkarni Chairman	Ichalkaranji, Distt. Kolhapur.	30.00 (addl.)	—	—	—	—	—	—	Installation of additional 13,792 spindles to its Cotton Spinning unit raising the total spindleage to 37,816.
40.	M/s. Grauer & Weil (India) Ltd.	Shri K.C. Shah, Managing Director.	Akurdi, Kandivli, Bombay.	9.00 (addl.)	—	—	—	—	—	—	New project for the manufacture of compressed wool len felts, basic chemicals for electroplating & electroplating plants etc.
41.	M/s. National Organic Chemical Industries Ltd.	Shri Arvind N. Mafatlal, Chairman.	Thana, Bombay.	200.00	—	40.00	—	—	—	—	New project for the manufacture of petro chemicals from naptha cracker with a capacity of 2,25,000 tonnes per annum.
42.	M/s. Nirlon Synthetic Fibres & Chemicals Co. Ltd.	Shri Promod Jhaveri, Managing Director.	Village Paladi, Distt. Goregaon East Bombay.	—	9.29 (in French Francs)	—	—	—	—	—	Import of yarn twisting machinery for conversion of yarn into texturised yarn for the hosiery industry.
43.	M/s. Polyolefins Industries Ltd.	Shri Arvind N. Mafatlal Chairman-cum-Managing Director.	Thana, Bombay	100.00	—	20.00	—	—	—	—	New project for the manufacture of High Density Polyethelene with a capacity of 20,000 tonnes p.a.
44.	M/s. Pudumjee Pulp & Paper Mills Ltd.	Shri S.L. Kirdokar, Chairman.	Existing Khopoli, Distt. Kolaba Proposed Chinchwad, Distt. Poona	73.50	—	12.50	3.00	—	—	—	Expansion of the present capacity of 3,300 tonnes of speciality papers p.a. to 72,00 tonnes p.a. at Khopoli unit and setting up new factory at Chinchwad for the manufacture of 6,170 tonnes of grease proof and glassine paper per annum.
45.	M/s. Polychem. Ltd.	Shri Ramdas Kilachand, Chairman.	Goregaon, Bombay	—	9.45 (in U.S. Dollars)	—	—	—	—	—	Import of a stand-by ethylene unit for the manufacture of styrene monomer.
46.	M/s. Ramon & Demn Ltd.	Shri H.K. Shah Managing Director.	Village Chitalsar, Manpada, Distt. Thana.	40.00	—	10.00	—	—	—	—	Setting up a factory for the manufacture of automobile gears and allied products with an installed capacity of 1,600 tonnes p.a.

1	2	3	4	5	6	7	8	9	10	11	12
47.	M/s. Solid Containers Ltd.	Shri P.R. Parekh & Shri A. N. Chokshi, Managing Directors.	Village Vadavli Distt. Thana	23.00	—	5.00	—	—	—	—	Setting up a factory for the manufacture of 7,500 tonnes p.a. of solid containers.
48.	M/s. Shetkari S.S.K. Ltd.	Shri Vasant Rao B. Patel, M.L.A. Chairman.	Sangli, Town	94.53 (addl.)	8.62 (in D.M.)	—	—	—	—	—	Expansion of crushing capacity from 1,000/1,250 to 2,600 tonnes of sugar cane per day.
49.	M/s. Tata Merlin & Gerin Ltd.	Shri M.P. Vazidar, Managing Director, (proposed).	Punchpokhadl, Distt. Thana.	75.00	—	15.00	—	—	—	—	Setting up a factory for the manufacture of electrical switch-gear.
50.	M/s. Bajaj Tempo Ltd.	Shri N. K. Firodia, Managing Director.	Akardi, Near Chinchwad, Distt. Poona.	20.00 (addl.)	—	—	—	—	—	—	For meeting part of the over-run in the cost of company's project to manufacture 4,500 tempo vehicles of various types p.a.

## MYSORE

51.	M/s. Bidar Sahakari Sakkare Karkhana Ltd.	Shri N.K. Prabhakkar Rao, Managing Director.	Hallikhet (B) Distt. Bidar.	110.00	—	—	—	—	—	—	Setting up a sugar factory with a crushing capacity of 1,250 tonnes of sugar cane per day.
52.	M/s. Davangere Cotton Mills Ltd.	M/s R. Hanumanthappa & Sons, Managing Agents.	Davangere & Gadag.	—	3.04 (in D.M.)	—	—	—	—	—	Importing one shearing and cropping machine.
53.	M/s. Kirloskar Electric Co. Ltd.	M/s. Kirloskar Associates Managing Agents.	Existing (i) Rajaji Nagar, Bangalore Proposed (ii) Hubli	18.00 (addl.)	—	—	—	—	—	—	For meeting a part of the over-run in the company's scheme of expansion for the manufacture of transformers and setting up a new modernised foundry.
54.	M/s. Mysore Paper Mills Ltd.	Shri M.D. Shivananjappa Chairman and Managing Director,	Bhadravati	60.00	—	—	—	—	—	—	Meeting over-run in the company's scheme of expansion for the manufacture of writing and printing papers from 800 tonnes to 18,000 tonnes p.a.
55.	M/s. Sundatta Foods & Fibres Ltd.	M/s. N. Sirur & Company Pvt. Ltd. Secretaries & Treasurers.	Hubli	7.00 (addl.)	—	—	—	—	—	—	Financing the over-run in the company's scheme of installation of a fatty acid distillation plant and expansion of the oil refining capacity.

## APPENDIX "B" (Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
<b>ORISSA</b>											
56.	M/s. Indian Metal and Ferro Alloys Ltd.	Dr. B.D. Panda, Managing Director.	Theruvai, Distt. Koraput	20.00	—	—	—	—	—	—	Meeting a part of the overrun in the company's project for the manufacture of ferro-silicon with an installed capacity of 7,500 tonnes per annum.
<b>PUNJAB</b>											
57.	M/s. P.S. Ball Bearing Co. Ltd.	M/s. Bearing Agencies, Managing Agents.	Ballabgarh, Distt. Gurgaon.	100.00	—	10.00	5.00	—	—	—	New project for the manufacture of Tapered Roller Bearings, Thrust Roller Bearings, Ball Bearings and Cylindrical Roller Bearings.
58	M/s. Batala Engg. Co. Ltd.	Shri Jayant H. Shah, Managing Director.	Existing Batala, Distt. Gurdaspur. Proposed Ballabgarh, Distt. Gurgaon.	48.00	7.09 (in U.S.\$) 6.69 (in D.M.)	—	—	—	44.60	—	New project for the manufacture of hydraulic planners and lathes to be set up at Ballabgarh as also for the expansion of its existing factory at Batala.
<b>RAJASTHAN</b>											
59	M/s. J. K. Synthetics Ltd.	Shri Gopal Krishna Singhania, Chairman.	Jaykay Nagar, Kota.	—	22.13 (in D.M.)	—	—	—	—	—	Import of balancing machinery and equipments for the manufacture of Nylon yarn.
<b>UTTAR PRADESH</b>											
60	M/s. Balrampur Sugar Co. Ltd.	Shri G. L. Sarangi, Principal Director.	Balrampur, Distt. Gonda.	—	8.91 (in French Francs)	—	—	—	—	—	Importing one Turboalternator set for the company's existing sugar factory.
61	M/s. Camphor & Allied Products Ltd.	M/s. Dalal & Jhaveri (P) Ltd., Managing Agents.	Clutterbuckgunj, Bareilly.	10.00 (addl.)	—	—	—	—	—	—	Meeting a part of the overrun in the company's project for the manufacture of 900 tonnes of synthetic camphor per annum.
62	M/s. Hindustan Aluminium Corporation Ltd.	M/s. Birla Gwalior Pvt. Ltd., Managing Agents.	Renukoot, Distt. Mirzapur.	—	—	—	40.00	—	—	—	Expansion of aluminium ingots production capacity from 20,000 tonnes to 60,000 tonnes and fabrication capacity from 15,000 tonnes to 37,000 tonnes per annum.
63	M/s. Hind Auto Industries Ltd.	Shri Prem Tandon, Managing Director.	Near Lucknow.	5.00 (addl.)	—	—	—	—	—	—	Financing a part of the overrun in the company's project for the manufacture of automobile components.

## APPENDIX "B" —(Contd.)

1	2	3	4	5	6	7	8	9	10	11	12
UTTAR PRADESH—(Contd.)											
64	M/s. J. K. Engg. Works Ltd.	(i) Shri Sohan Lal Singhanian, (ii) Shri Hemantpat Singhanian, (iii) Shri Govind Hari, Principal Directors.	Near Sirsaul Railway Station, Distt. Kanpur.	58.00	—	—	—	—	93.18	—	Setting up a factory for the manufacture of C.I. spun pipes & pipe fitting with an installed capacity of 30,000 tonnes & 3,000 tonnes respectively per annum.
65	M/s. Jain Tube Co. (1964) Ltd.	(i) Shri Ramanand Jain, (ii) Shri Jagdish Rai Jain, (iii) Shri Shri Ram Jain, (iv) Shri Niranjan Lal Jain, Principal Directors.	Ghaziabad.	8.14	26.56 (in D.M.)	2.00	1.00	—	—	—	Setting up a factory for the manufacture of G.I. & W.I. pipes and tubes with an installed capacity of 18,000 tonnes per annum.
66	M/s. Kanoria Chemicals & Industries Ltd.	M/s. Kanoria & Co. Ltd., Managing Agents.	Renukoot.	—	19.69 (in D.M.)	—	—	—	—	—	Setting up a plant for the manufacture of stable bleaching powder with an installed capacity of about 5,000 tonnes p.a.
67	M/s. Star Paper Mills Ltd.	M/s. Bajoria & Co., Managing Agents.	Saharanpur	30.00	15.75 (in D.M.)	—	—	—	—	—	Stepping up installed capacity for manufacture of paper by 13,800 tonnes per annum.
68	M/s. Uttar Pradesh Steels Ltd.	M/s. Lala Brahma Swarup & Sons and M/s. Kanwar Murli Manohar & Sons, Promoters.	Village Nara near Muzaffarnagar (U.P.)	43.00	—	6.00	4.00	—	—	—	Setting up a foundry for the manufacture of steel castings with a capacity of 5,000 tonnes of finished castings p.a.
69	M/s. Vibhuti Glass Works Ltd.	Secretary to the Govt. of U.P. Industries Department, Chairman.	Varanasi	—	14.17 (in U.S. \$)	—	—	—	—	—	Importing one U.S. Type automatic bottle making machine for the manufacture of penicillin vials.
WEST BENGAL											
70	M/s. Abrasives & Castings Ltd.	M/s. Bhikabhai B. Patel Principal Director.	Canal South Road, Pagladanga (Calcutta).	15.00	—	2.00	2.00	—	—	—	Setting up a steel foundry for the manufacture of steel and alloy steel castings and railway wagon components with an installed capacity of 2,400 tonnes p.a.
71	M/s. Bengal Paper Mills Co. Ltd.	Shri N. D. Bangur Chairman.	Raniganj.	—	—	—	—	20.00	—	—	Expansion aimed at raising the paper production capacity by 21,000 tonnes p.a.
72	M/s. Engel India Machine & Tools Ltd.	Shri Ranadeb Choudhari, Chairman.	Taratolla Road, Calcutta.	15.00 (addl.)	—	—	—	—	—	—	Meeting a part of the overrun in the cost of the scheme for the manufacture of injection moulding machine & moulds with an initial installed capacity of 300 machines & 1,000 moulds p.a.

## APPENDIX "B"—contd.

1	2	3	4	5	6	7	8	9	10	11	12
73	M/s. Guest, Keen, Williams Ltd.	Shri Raghavan Pillai, Chairman	Calcutta, Bhandup (Bombay), Bangalore.	—	—	—	—	75.00	—	—	Expansion and modernisation of the company's existing plants at Calcutta, Bombay and Bangalore.
74	M/s. High Quality Steels Ltd.	M/s. Birla Bros. Pvt. Ltd. Secretaries & Treasurers.	Near Sankrail Rly. Station, Distt. Howrah	—	336.00 (in French Francs)	10.00	10.00	—	—	—	Setting up a factory for the manufacture of 19,000 tonnes of finished special steel per annum.
75	M/s. Hada Textile Industries Ltd.	Shri S. N. Hada Promoter Director.	Bishnupur, Distt. 24, Parganas.	3.45 (addl.)	—	—	—	—	—	—	Importing one set of combers for the company's spinning mill.
76	M/s. Hein & Lehmann (India) Ltd.	Shri S. Ghosh, Managing Director.	Durgapur	5.00	—	2.50	—	—	—	—	Setting up a factory for the manufacture of Industrial screens.
77	M/s. Khas Kajora Coal Co. Ltd.	Sarvashri Sitaran Beriwal & Jagannath Beriwal, Managing Directors.	Kajoragram, P.O. Kajora Distt. Burdwan.	8.00 (addl.)	—	—	—	—	—	—	Expansion of coal raising capacity from 2.60 lacs to 3.60 lacs tonnes p.a.
78	M/s. Mayurakshi Cotton Mills Ltd.	Sarvashri N.C. Roy, A. N. Roy, S.R. Roy and B. Roy, Promoter Directors.	Panchra, Distt. Birbhum	35.00	—	—	—	—	—	—	Setting up a spinning mill with 11,880 spindles.
79	M/s. Poddar Projects Ltd.	Shri B. D. Poddar & Shri B. D. Kanoria, Promoter Directors.	Taratolla Road Kidderpore.	—	—	2.50 (addl.)	—	—	—	—	Setting up a cotton spg. mill with a complement of 25,088 spindles.
80	M/s. Shaktigarh Textiles Industries Ltd.	Sarvashri H. P. Barat & B.N. Jhunjhunwala, Promoter Directors.	C.D.P. Township Near Shaktigarh Distt. Burdwan.	32.00	—	2.00	3.00	—	—	—	Setting up a spinning Mill with 12,096 spindles.
81	M/s. Sree Engineering Products Ltd.	Sarvashri S. G. Somani, B. D. Mimani, N.D. Mimani, Principal Directors.	Rishra, Calcutta.	13.00	—	—	—	—	—	—	Expansion of capacity for production of malleable iron castings from 1,200 tonnes to 2,400 tonnes p.a.
82	M/s. Steel & Allied Products Ltd.	Shri S. K. Majumdar, Managing Director.	Majherhat	19.58	87.29 (in D.M.)	9.00	6.00	—	—	—	Expansion for the manufacture of Twist drills, Reamers, End mills and centre drills of various sizes.
DELHI											
83	M/s. East India Hotels Ltd.	M/s. Oberoi Hotels (Pvt.) Ltd. Managing Agents.	New Delhi	25.00	—	—	—	—	—	—	For meeting a part of the over-run in the company's project of putting up a hotel.
	Amounts sanctioned by way of reallocation loans in sanctioned years.	sanctioned and/or conversion of Rupees/Foreign Currencies during the previous		—	22.05 (in U.S.\$) 20.00 (in D.M.)	—	—	—	—	—	

## APPENDIX "C" (I)

## ANALYSIS OF THE NET FINANCIAL ASSISTANCE SANCTIONED FOR VARIOUS TYPES OF INDUSTRIES AS PER THE INTERNATIONAL STANDARD INDUSTRIAL CLASSIFICATION OF ALL ECONOMIC ACTIVITIES AS ON THE 30TH JUNE, 1966.

(After Adjustment of Cancellations/Withdrawals)

(Lakh of rupees)

Type of Industry	No. of units	Amount			Total	% of the whole
		Loans	Guarantees for Deferred Payments on Machinery for Foreign Loans	Under-writings		
Food Manufacturing Industries except Beverage Industries—Sugar	75	4775.00	—	49.00	4824.00	16.5
Manufacture of Textiles—Spinning, Weaving and Finishing of Textiles	66	2550.31	397.65	132.00	3079.96	10.5
Manufacture of Artificial Fibres	10	605.32	—	25.00	630.32	2.1
Manufacture of Wood & Cork except Manufacture of Furniture	5	179.74	—	7.00	186.74	0.6
Manufacture of Paper & Paper Products	22	1656.37	548.16	172.50	2377.03	8.1
Manufacture of Rubber Products	5	430.82	172.83	20.00	623.65	2.1
Manufacture of Basic Industrial Chemicals including Fertilisers	20	1860.64	1087.23	138.75	3086.62	10.5
Manufacture of Vegetable & Animal Oil & Fats	3	45.00	—	—	45.00	0.2
Manufacture of Miscellaneous Chemical Products	15	844.96	157.50	132.50	1134.96	3.9
Manufacture of Glass & Glass Products	9	297.37	—	10.00	307.37	1.1
Manufacture of Pottery, China & Earthenware	11	387.60	—	18.00	405.60	1.4
Manufacture of Cement	23	1406.14	18.66	200.89	1625.69	5.6
Basic Metal Industries—						
Iron & Steel	6	696.67	—	75.00	771.67	2.6
Non-Ferrous Metals	6	577.00	2059.42	170.00	2806.42	9.6
Manufacture of Metal Products except Machinery & Transport Equipment	50	1772.16	359.23	408.50	2539.89	8.7
Manufacture of Machinery except Electrical Machinery	24	1319.11	140.34	88.20	1547.65	5.2
Manufacture of Rail-Road Equipment	3	72.25	—	1.50	73.75	0.3
Manufacture of Motor Vehicles & Ancillaries	12	639.07	26.95	115.60	781.02	2.7
Manufacture of Electrical Machinery, Apparatus, Appliances and Supplies	30	886.71	—	118.75	1005.46	3.4
Manufacture of Bicycles	3	128.66	—	—	128.66	0.4
Miscellaneous Manufacturing Industries	9	115.97	—	—	115.97	0.4
Electric Light & Power	3	43.00	—	10.00	53.00	0.2

## APPENDIX "C" (i) (Continued)

(Lakhs of rupees)

Type of Industry	No. of units	Amount			Total	% of the whole
		Loans	Guarantees for Deferred Payments on Machinery & for Foreign Loans	Under-writings		
Electricity, Gas & Steam .. .. .	9	246.34	—	4.00	250.34	0.9
Mining and Quarrying—						
(i) Coal .. .. .	3	90.00	—	—	90.00	0.3
(ii) Stone Quarrying—Minerals .. .. .	1	—	—	10.00	10.00	—
(iii) Petroleum and Natural Gas .. .. .	1	—	—	*350.00	350.00	1.2
Hotel Industry .. .. .	6	189.74	230.85	4.00	424.59	1.5
<b>TOTAL</b> .. .. .	<b>430</b>	<b>21815.95</b>	<b>5198.82</b>	<b>2260.59</b>	<b>29275.36</b>	<b>100.0</b>

\*Includes direct subscription of Rs. 182.00 lakhs.

## APPENDIX "C" (ii)

STATE/TERRITORY-WISE DISTRIBUTION OF NET FINANCIAL ASSISTANCE SANCTIONED  
AS ON THE 30TH JUNE, 1966

(After Adjustment of Cancellations/Withdrawals)

(Lakhs of rupees)

State/Territory	No. of units	Amount			Total	% of the whole
		Loans	Guarantees for Deferred Payments on Machinery & for Foreign Loans	Under-writings		
Andhra Pradesh .. .. .	32	1203.20	960.54	164.89	2328.63	7.9
Assam .. .. .	6	320.30	—	*350.00	670.30	2.3
Bihar .. .. .	24	1253.62	329.87	63.00	1646.49	5.6
Gujarat .. .. .	33	1667.93	91.86	150.25	1910.04	6.5
Kerala .. .. .	13	876.50	174.17	17.50	1068.17	3.7
Madhya Pradesh .. .. .	11	472.15	39.82	202.00	713.97	2.5
Madras .. .. .	50	3052.81	1276.00	373.00	4701.81	16.1
Maharashtra .. .. .	86	4390.86	373.93	438.20	5202.99	17.8
Mysore .. .. .	30	1336.78	232.81	43.00	1612.59	5.5
Orissa .. .. .	13	568.54	—	85.00	653.54	2.2
Punjab .. .. .	30	1464.01	126.51	51.00	1641.52	5.6
Rajasthan .. .. .	8	505.55	596.97	15.50	1118.02	3.8
Uttar Pradesh .. .. .	35	1563.45	423.19	95.50	2082.14	7.1
West Bengal .. .. .	53	2969.63	467.70	203.50	3640.83	12.4
Delhi .. .. .	4	107.62	97.30	8.25	213.17	0.7
Andamans & Nicobar Islands .. .. .	1	11.00	—	—	11.00	0.1
Pondicherry .. .. .	1	52.00	8.15	—	60.15	0.2
<b>TOTAL</b> .. .. .	<b>430</b>	<b>21815.95</b>	<b>5198.82</b>	<b>2260.59</b>	<b>29275.36</b>	<b>100.0</b>

\*Includes direct subscription of Rs. 182.00 lakhs.



## APPENDIX "D"

STATEMENT SHOWING CLASSIFICATION OF NET FINANCIAL ASSISTANCE SANCTIONED  
BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA AS ON 30TH JUNE 1966

(According to amount sanctioned for each industrial concern)

(Lakhs of rupees)

	Co-operatives		Public Limited Companies					Total				
	No. of concerns	Loans	No. of concerns	Loans	Guarantees for Deferred Payments on Machinery and for Foreign Loans	Under-writings	Total	No. of concerns	Loans	Guarantees for Deferred Payments on Machinery and for Foreign Loans	Under-writings	Total
(i) Amounts not exceeding Rs. 10 lakhs	—	—	68	221.30	—	206.39	427.69	68	221.30	—	206.39	427.69
(ii) Amounts exceeding Rs. 10 lakhs but not exceeding Rs. 20 lakhs	—	—	42	507.89	—	148.00	655.89	42	507.89	—	148.00	655.89
(iii) Amounts exceeding Rs. 20 lakhs but not exceeding Rs. 30 lakhs	2	47.20	40	893.17	12.21	119.70	1025.08	42	946.37	12.21	119.70	1072.28
(iv) Amounts exceeding Rs. 30 lakhs but not exceeding Rs. 40 lakhs	4	141.00	38	1130.61	32.37	234.00	1396.98	42	1271.61	32.37	234.00	1537.98
(v) Amounts exceeding Rs. 40 lakhs but not exceeding Rs. 50 lakhs	4	184.50	26	1044.20	53.37	119.00	1216.57	30	1228.70	53.37	119.00	1401.07
(vi) Amounts exceeding Rs. 50 lakhs but not exceeding Rs. 60 lakhs	10	*562.92	13	687.81	—	26.00	713.81	23	1235.06	15.67	26.00	1276.73
(vii) Amounts exceeding Rs. 60 lakhs but not exceeding Rs. 70 lakhs	7	455.50	18	1066.50	54.08	35.00	1155.58	25	1522.00	54.08	35.00	1611.08
(viii) Amounts exceeding Rs. 70 lakhs but not exceeding Rs. 80 lakhs	5	367.87	10	521.39	143.88	94.50	759.77	15	889.26	143.88	94.50	1127.64
(ix) Amounts exceeding Rs. 80 lakhs but not exceeding Rs. 90 lakhs	22	1963.88	6	461.54	—	475.0	509.04	28	2425.42	—	47.50	2472.92
(x) Amounts exceeding Rs. 90 lakhs but not exceeding Rs. 1 crore	3	289.00	13	1197.90	10.60	31.00	1239.50	16	1486.90	10.60	31.00	1528.50
(xi) Amounts exceeding Rs. 1 crore	2	278.15	66	9809.29	4876.64	1199.50	15885.43	68	10087.44	4876.64	†1199.50	16163.58
Total	59	4290.02	340	17541.60	5183.15	2260.59	24935.34	399	21815.95	5198.82	2260.59	29276.36

\*Includes deferred payment guarantee on machinery for Rs. 15.67 lakhs

†Includes direct subscription of Rs. 182.00 lakhs.

## APPENDIX "E"

## STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL

UP TO 30TH JUNE, 1966 IN EACH STATE

(a) represents loans.

(b) represents guarantees for deferred payments on machinery and for foreign loans.

(c) represents underwritings.

(Lakhs of rupees)

Type of Industry		Andhra Pradesh	Assam	Bihar	Gujarat	Kerala	Madhya Pradesh	Madras	Maharashtra
1		2	3	4	5	6	7	8	9
Food Manufacturing Industries except Beverage Industries—Sugar	.. (a)	Rs. 585.00	Rs. 60.00	Rs. 171.50	Rs. 142.50	Rs. 180.00	Rs. —	Rs. 610.44	Rs. 1648.50
	.. (c)	—	—	5.00	—	—	—	44.00	—
		585.00	60.00	176.50	142.50	180.00	—	654.44	1648.50
Manufacture of Textiles—Spinning, Weaving and Finishing of Textiles	.. (a)	165.07	26.17	84.70	319.50	27.50	212.14	208.00	174.25
	.. (b)	19.09	—	—	9.91	13.38	39.82	27.69	—
	.. (c)	37.00	—	8.00	13.00	2.50	12.50	—	—
		221.16	26.17	92.70	342.41	43.38	263.96	235.69	174.22
Manufacture of Artificial Fibres	.. (a)	4.69	—	—	293.00	32.73	—	—	220.55
	.. (c)	—	—	—	—	—	25.00	—	—
		4.69	—	—	293.00	32.73	25.00	—	220.55
Manufacture of Wood & Cork except Manufacture of Furniture.	.. (a)	—	102.75	—	—	55.99	—	—	—
	.. (c)	—	—	—	7.00	—	—	—	—
		—	102.75	—	7.00	55.99	—	—	—
Manufacture of Paper & Paper Products	.. (a)	114.23	—	243.76	23.00	44.72	—	140.00	110.50
	.. (b)	—	—	311.21	54.95	—	—	—	—
	.. (c)	15.00	—	—	45.00	—	—	15.00	22.50
		129.23	—	554.97	122.95	44.72	—	155.00	133.00
Manufacture of Rubber Products	.. (a)	—	—	—	—	7.56	—	150.00	24.00
	.. (b)	—	—	—	—	—	—	—	—
	.. (c)	—	—	—	—	—	—	—	—
		—	—	—	—	7.56	—	150.00	24.00
Manufacture of Basic Industrial Chemicals including Fertilisers	.. (a)	140.00	36.38	—	412.79	306.00	—	535.93	154.32
	.. (b)	941.45	—	—	—	—	—	109.92	—
	.. (c)	75.00	—	—	26.25	—	—	—	12.50
		1156.45	36.38	—	439.04	306.00	—	645.85	166.82
Manufacture of Vegetable & Animal Oil & Fats.	.. (a)	—	—	—	—	—	—	—	—
Manufacture of Miscellaneous Chemical Products	.. (a)	85.55	—	—	—	61.00	1.28	—	454.45
	.. (b)	—	—	—	—	—	—	—	157.50
	.. (c)	20.00	—	—	—	—	5.00	—	90.00
		105.55	—	—	—	61.00	6.28	—	701.95
Manufacture of Glass & Glass Products	.. (a)	9.44	—	84.92	—	5.00	—	—	34.28
	.. (c)	—	—	—	—	—	—	—	10.00
		9.44	—	84.92	—	5.00	—	—	44.28
Manufacture of Pottery, China & Earthenware.	.. (a)	—	—	62.75	63.00	—	—	—	6.00
	.. (c)	—	—	15.00	—	—	—	3.00	—
		—	—	167.75	63.00	—	—	3.00	6.00
Manufacture of Cement	.. (a)	37.00	95.00	315.73	118.51	—	218.90	521.00	—
	.. (b)	—	—	18.66	—	—	—	—	—
	.. (c)	2.89	—	5.00	30.00	—	110.00	50.00	—
		39.89	95.00	339.39	148.51	—	328.90	571.00	—

## APPENDIX "E"

ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA

(After Adjustment of Cancellations/Withdrawals)

[illegible]

## APPENDIX "E" (Contd.)

STATEMENT SHOWING INDUSTRY-WISE DISTRIBUTION OF NET FINANCIAL  
UP TO 30TH JUNE, 1966 IN EACH

(a) represents loans  
(b) represents guarantees for deferred payments on machinery and for foreign loans.  
(c) represents underwritings.  
(Lakhs of rupees)

Type of Industry		Andhra Pradesh	Assam	Bihar	Gujarat	Kerala	Madhya Pradesh	Madras	Maha-rashtra
1		2	3	4	5	6	7	8	9
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Basic Metal Industries—Iron & Steel.	(a)	—	—	—	—	—	—	125.00	192.67
	(b)	—	—	—	—	—	—	25.00	15.00
	(c)	—	—	—	—	—	—	150.00	207.67
Non-Ferrous Metals Industry.	(a)	—	—	—	—	99.00	—	100.00	77.00
	(b)	—	—	—	—	160.79	—	1042.65	—
	(c)	—	—	—	—	10.00	—	120.00	—
		—	—	—	—	269.79	—	1262.65	77.00
Manufacture of Metal Products except Machinery & Transport Equipment.	(a)	40.00	—	60.00	55.00	—	39.83	290.03	340.32
	(b)	—	—	—	27.00	—	—	—	103.26
	(c)	15.00	—	5.00	2.00	—	50.00	52.00	125.50
		55.00	—	65.00	84.00	—	89.83	342.03	569.08
Manufacture of Machinery except Electrical Machinery.	(a)	—	—	37.43	102.68	—	—	238.87	286.56
	(b)	—	—	—	—	—	—	95.74	—
	(c)	—	—	—	10.50	—	—	32.00	25.70
		—	—	37.43	113.18	—	—	366.61	312.26
Manufacture of Electrical Machinery Apparatus, Appliances and Supplies	(a)	—	—	12.00	95.70	57.00	—	22.05	216.40
	(b)	—	—	—	15.00	5.00	—	28.00	37.00
	(c)	—	—	—	—	—	—	—	—
		—	—	12.00	110.70	62.00	—	50.05	253.40
Manufacture of Rail-road Equipment	(a)	—	—	15.00	2.25	—	—	—	—
	(b)	—	—	—	1.50	—	—	—	—
	(c)	—	—	—	—	—	—	—	—
		—	—	15.00	3.75	—	—	—	—
Manufacture of Motor Vehicles & Ancillaries.	(a)	—	—	—	—	—	—	68.19	295.79
	(b)	—	—	—	—	—	—	—	26.95
	(c)	—	—	25.00	—	—	—	—	90.00
		—	—	25.00	—	—	—	68.19	412.74
Manufacture of Bicycles	(a)	—	—	—	—	—	—	—	—
Miscellaneous Manufacturing Industries	(c)	6.39	—	—	—	—	—	5.00	67.48
Electric Light & Power	(a)	—	—	—	40.00	—	—	—	—
	(b)	—	—	—	—	—	—	—	10.00
	(c)	—	—	—	—	—	—	—	—
		—	—	—	40.00	—	—	—	10.00
Electricity, Gas & Steam	(a)	15.83	—	15.83	—	—	—	18.30	23.03
	(b)	—	—	—	—	—	—	—	—
	(c)	—	—	—	—	—	—	—	—
		15.83	—	15.83	—	—	—	18.30	23.03
Mining & Quarrying—Coal	(a)	—	—	50.00	—	—	—	—	—
Stone Quarrying—Minerals	(c)	—	—	10.00	—	—	—	—	—
Petroleum & Natural Gas	(c)	—	*350.00	—	—	—	—	—	—
Hotel Industry	(a)	—	—	—	—	—	—	20.00	64.36
	(b)	—	—	—	—	—	—	—	86.22
	(c)	—	—	—	—	—	—	4.00	—
		—	—	—	—	—	—	24.00	150.58
	(a)	1203.20	320.30	1253.62	1667.93	876.50	472.15	3025.81	4390.86
	(b)	960.54	—	329.87	91.86	174.17	39.82	1276.00	373.93
	(c)	164.89	350.00	63.00	150.25	17.50	202.00	373.00	438.20
		2328.63	670.30	1646.49	1910.04	1058.17	713.97	4701.81	5202.99
No. of Units State-wise		(32)	(6)	(24)	(33)	(13)	(11)	(50)	(86)

\*Includes direct subscription of Rs. 182.00 lakhs.

## APPENDIX "E" (Concl'd.)

ASSISTANCE SANCTIONED BY THE INDUSTRIAL FINANCE CORPORATION OF INDIA,  
STATE (After Adjustment of Cancellation/Withdrawals)

(Lakhs of Rupees)

Mysore	Orissa	Punjab	Rajasthan	Uttar Pradesh	West Bengal	Delhi	Andamans & Nicobar Islands	Pondicherry	Total	No. of units
10	11	12	13	14	15	16	17	18	19	20
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
—	43.00	—	—	—	336.00	—	—	—	696.67	6
—	15.00	—	—	—	20.00	—	—	—	75.00	
—	58.00	—	—	—	356.00	—	—	—	771.67	
—	—	—	111.00	—	190.00	—	—	—	577.00	6
—	—	—	596.97	—	259.01	—	—	—	2059.42	
—	—	—	—	40.00	—	—	—	—	170.00	
—	—	—	707.97	40.00	449.01	—	—	—	2806.42	
—	127.00	302.38	—	154.69	362.91	—	—	—	1772.16	50
—	—	61.23	—	167.74	—	—	—	—	359.23	
—	—	33.50	—	24.00	101.50	—	—	—	408.50	
—	127.00	397.11	—	346.43	464.41	—	—	—	2539.89	
28.00	—	61.78	—	40.00	523.79	—	—	—	1319.11	24
—	—	44.60	—	—	—	—	—	—	140.34	
—	—	—	—	—	20.00	—	—	—	88.20	
28.00	—	106.38	—	40.00	543.79	—	—	—	1547.65	
95.17	—	86.35	196.20	—	105.84	—	—	—	886.71	30
15.00	—	—	8.00	—	2.50	8.25	—	—	118.75	
110.17	—	86.35	204.20	—	108.34	8.25	—	—	1005.46	
—	—	—	—	—	55.00	—	—	—	72.25	3
—	—	—	—	—	—	—	—	—	1.50	
—	—	—	—	—	55.00	—	—	—	73.75	
2.50	—	188.25	—	84.34	—	—	—	—	639.07	12
—	—	—	—	—	—	—	—	—	26.95	
—	—	—	—	—	—	—	—	—	115.00	
2.50	—	188.25	—	84.34	—	—	—	—	781.02	
—	—	45.66	—	—	83.00	—	—	—	128.66	3
10.00	—	10.00	—	5.10	12.00	—	—	—	115.97	9
—	—	—	—	—	3.00	—	—	—	43.00	9
—	—	—	—	—	—	—	—	—	10.00	
—	—	—	—	—	3.00	—	—	—	53.00	
—	17.15	—	—	46.69	109.51	—	—	—	246.34	9
—	—	—	—	4.00	—	—	—	—	4.00	
—	17.15	—	—	50.69	109.51	—	—	—	350.34	
—	—	—	—	—	40.00	—	—	—	90.00	3
—	—	—	—	—	—	—	—	—	10.00	1
—	—	—	—	—	—	—	—	—	350.00	1
—	—	—	—	32.76	—	72.62	—	—	189.74	6
—	—	—	—	51.63	—	93.00	—	—	230.85	
—	—	—	—	—	—	—	—	—	4.00	
—	—	—	—	84.39	—	165.62	—	—	424.59	
1336.78	568.54	1464.01	505.55	1563.45	2969.63	107.62	11.00	52.00	21815.95	430
232.81	—	126.51	596.97	423.19	467.70	97.30	—	8.15	5198.82	
43.00	85.60	51.00	15.50	95.50	203.50	8.25	—	—	2260.59	
1612.59	653.54	1641.52	1118.02	2082.14	3640.83	213.17	11.00	60.15	29275.36	
(30)	(13)	(30)	(8)	(35)	(53)	(4)	(1)	(1)		

## APPENDIX "F"

**STATEMENT SHOWING THE TOTAL INSTALLED CAPACITY AND INDUSTRIAL PRODUCTION IN THE COUNTRY  
IN SELECTED INDUSTRIES DURING THE YEAR 1965 AND THE CONTRIBUTION THERETO BY CONCERNS  
ASSISTED BY IFC**

Industry	Output unit	Total for the country			In respect of concerns assisted by I.F.C.		
		No. of concerns	Installed capacity	Actual production	No. of concerns	Installed capacity	Actual production
1	2	3	4	5	6	7	8
1. Basic Industrial Chemicals							
—Sulphuric Acid	Metric tons-thousands	58	1,057	685	7	344	112
—Soda Ash	Do.	4	319	322	1	43	43
—Caustic Soda	Do.	25	252	215	6	113	82
—Bleaching Powder	Do.	1	13	8	1	13	8
—Chlorine Liquid	Do.	13	59	51	6	82	21
2. Fertilizers							
(a) Nitrogenous Fertilizers							
Ammonium Sulphate	Do.	9	537	439	1	200	41
Ammonium Chloride	Do.	2	12	5	1	8	5
Ammonium Phosphate	Do.	2	88	54	1	33	16
(b) Phosphatic Fertilizers							
—Super Phosphate	Do.	25	143	118	3	90	68
3. Cement	Do.	38	11,340	10,578	8	2,755	2,121
4. Paper	Do.	53	644	427	10	187	186
5. Hard Board	Sq. meters thousands	2	4,394	4,104	1	2,364	1,303
6. Rubber							
—Automobile Tyres	Nos.-thousands	11	1,525	983	2	540	270
—Automobile Tubes	Do.	11	1,002	1,077	2	540	275
—Cycle Tyres	Do.	12	15,940	18,108	1	3,200	2,980
—Industrial V Belts	Do.	5	3,321	2,035	1	960	960
—Fan Belts	Do.	6		1,491			
7. Aluminium Ingots (Virgin metal)	Metric tons-thousands	4	53	59	2	18	13
—Aluminium sheets and circles	Do.	11	27	24	1	5	3
8. Flat Glass	Square Meters-lakhs	6	188	84	1	46	21
9. Refractories	Metric tons-thousands	58	1,001	654	4	202	95
—Sanitary wares	Do.	21	17	13	2	7	4

## APPENDIX "F" (Contd.)

1	2	3	4	5	6	7	8
10. Machinery							
—Diesel Engines	Nos.-thousands	29	70	82	1	54	35
—Sewing Machines	Do.	8	442	425	1	300	314
—Carding Engines	Nos.	5	3,095	1,808	1	1,200	1,325
—Tea Processing Machinery	Value in lakhs of Rupees	10	200	147	1	48	35
11. Electrical Machinery and Appliances							
—Electric Motors	H.P. thousands	28	1,390	1,675	2	406	612
—Electric Fans	Nos. thousands	28	1,520	1,460	1	600	558
—Electric Transformers	K.V.A. thousands	20	2,137	4,300	1	180	329
—House service Electric Meters	Nos. thousands	13	1,220	1 130	1	320	159
12. Rail-Road Equipment							
—Wagons	Nos.	15	35,534	25,407	2	2,500	1,536
—Road Rollers	Nos.	5	1,920	1,241	2	710	579
13. Automobile Industry							
—Motor Cycles	Nos.	3	57,500	21,364	2	36,800	12,771
—Scooters	Nos.	3		26,064	2		12,291
—3-Wheelers	Nos.	3		1,884	2		1,364
14. Bicycles (complete)	Nos.-thousands	20	1,679	1,523	2	760	688
15. Sugar							
—Private Sector	Metric Tons	100	2,870	2,309	8	113	152
—Co-operative Sector	thousands	52		931	41	596	759
(1-11-65 to 30-6-66)							
16. Cotton Textiles							
—Yarn	Kgs. in lakhs	240	146.61	9,497	31	9.47	651
			lakhs spindles			lakhs spindles	
—Cloth	Meters-thousands	274	2.03	46,177	9	0.04	962
			lakhs looms			lakhs looms	
17. Rayon Yarn							
	Metric Tons						
	thousands	8	35	35	2	8	5
18. Wood							
—Teachest	Square			102	2	8	0.13
—Commercial Plywood	Meters-lakhs	65	131	124	3	34	9
19. Timepieces							
	Nos. thousands	4	510	385	1	120	82

Information in columns 6, 7 and 8 is in respect of industrial units from whom loans are due and outstanding and excludes those which have fully repaid the loans.

Information in column 7 relates to the total installed capacity of the above industrial units.

Information in columns 3, 4 and 5 is based on publications of C.S.O. and the Report of the Ministry of Industry.

## APPENDIX "G"

STATEMENT SHOWING STATE-WISE DISTRIBUTION OF THE NUMBER AND AMOUNT OF  
AND THE AMOUNT DISBURSED DURING THE YEAR ENDED THE 30TH JUNE, 1966

(a) represents loans.

(b) represents guarantees for deferred payments on machinery and for foreign loans.

(c) represents underwritings.

State/Territory		Applications pending at the beginning of the year (1-7-65)		Applications received during the year (1-7-65 to 30-6-66)		Applications rejected during the year (1-7-65 to 30-6-66)	
		No.	Amount	No.	Amount	No.	Amount
1		2		3		4	
Andhra Pradesh	(a)	2	89.00	11	473.64	—	—
	(b)	1	7.75	2	92.84	—	—
	(c)	3	37.50	7	136.00	—	—
Assam	(a)	2	109.15	—	—	—	—
Bihar	(a)	2	113.00	11	238.46	1	45.00
	(b)	—	—	4	111.04	—	—
	(c)	1	7.50	3	12.00	—	—
Gujarat	(a)	1	50.00	14	661.51	1	10.00
	(b)	—	—	1	67.98	—	—
	(c)	2	9.00	5	52.48	1	5.00
Kerala	(a)	1	30.00	4	84.52	—	—
	(b)	1	8.50	—	—	—	—
	(c)	3	21.00	1	10.00	1	6.00
Madhya Pradesh	(a)	1	15.45	3	270.00	—	—
	(b)	—	—	1	15.75	—	—
	(c)	—	—	3	73.00	—	—
Madras	(a)	8	327.00	9	441.20	—	—
	(b)	—	—	1	95.74	—	—
	(c)	5	135.00	6	45.44	1	3.00
Maharashtra	(a)	19	363.33	34	1694.54	2	42.00
	(b)	2	45.88	—	—	—	—
	(c)	9	94.00	12	281.00	2	16.50
Mysore	(a)	4	167.57	9	401.85	—	—
	(b)	—	—	1	2.19	—	—
	(c)	—	—	1	5.00	—	—
Orissa	(a)	—	—	2	30.00	—	—
	(c)	—	—	—	—	—	—
Punjab	(a)	6	285.44	8	189.09	1	2.50
	(b)	—	—	3	73.24	—	—
	(c)	4	77.00	1	10.00	1	2.00
Rajasthan	(a)	3	62.30	2	54.73	—	—
	(c)	—	—	—	—	—	—
Uttar Pradesh	(a)	6	251.07	12	380.48	—	—
	(b)	—	—	2	234.08	—	—
	(c)	3	62.00	4	90.00	—	—
West Bengal	(a)	6	243.34	18	999.32	1	40.00
	(b)	—	—	3	337.79	1	20.00
	(c)	4	115.00	12	212.50	2	14.50
Delhi	(a)	1	99.10	—	—	—	—
	(c)	—	—	—	—	—	—
Goa, Daman & Diu	(a)	—	—	3	92.39	—	—
	(c)	—	—	2	55.00	—	—
	(a)	62	2205.75	140	6011.73	6	139.50
	(b)	4	62.13	18	1030.65	1	20.00
	(c)	34	558.00	57	982.42	8	47.00
		100	2825.88	215	8024.80	15	296.50

\*This includes 7 (seven) applications (3 from Andhra Pradesh, 3 from Bihar and 1 from Mysore) for various facilities for required by these concerns from IFC is not known at present, no amount has been included in column 2.



APPLICATIONS PENDING AS ON 1-7-1965 AS ALSO THOSE RECEIVED, REJECTED, WITHDRAWN AND SANCTIONED AND APPLICATIONS PENDING AS ON THE 30TH JUNE, 1966.

(Lakhs of rupees)							
Applications withdrawn during the year (1-7-65 to 30-6-66)		Applications sanctioned during the year (1-7-65 to 30-6-66)		Amount disbursed during the year (1-7-65 to 30-6-66)		Applications pending as on 30-6-66	
No.	Amount	No.	Amount	Amount		No.	Amount
5		6		7		8	
—	—	4	128.00	—		9	394.64
—	—	1	12.21	—		2	92.84
—	—	4	23.50	18.62		6	120.00
1	20.00	—	—	35.72		1	89.15
—	—	6	112.16	302.50		6	254.24
2	87.38	1	18.66	—		1	—
1	7.50	1	2.00	1.49		2	7.00
—	—	6	248.54	144.28		8	459.40
—	—	—	—	54.95		1	67.98
—	—	3	35.00	49.34		3	22.48
1	65.00	4	47.02	104.15		—	—
—	—	1	13.38	—		—	—
2	20.00	1	2.50	3.58		—	—
—	—	1	200.00	50.31		3	94.33
—	—	—	—	4.66		1	15.75
—	—	1	40.00	51.73		2	23.00
2	56.28	12	634.36	319.29		3	125.75
—	—	1	95.74	25.40		—	—
2	18.00	3	47.00	42.26		5	34.44
12	324.92	20	978.70	705.37		19	775.46
—	—	—	—	—		2	90.47
3	105.00	10	128.50	93.65		6	36.00
—	—	5	198.04	155.95		8	382.36
—	—	—	—	—		1	2.19
—	—	—	—	8.15		1	5.00
—	—	1	20.00	—		1	10.00
—	—	—	—	14.97		—	—
3	103.23	3	161.78	129.38		7	168.51
1	8.95	1	44.60	—		1	19.68
—	—	1	15.00	6.95		3	55.00
1	4.00	1	22.13	90.53		3	83.22
—	—	—	—	2.29		—	—
—	—	11	239.22	69.92		7	405.82
—	—	1	93.18	—		1	140.90
1	15.00	3	53.00	57.00		3	85.00
3	145.00	11	569.32	239.28		9	523.83
1	28.19	—	—	132.00		1	289.60
2	20.00	8	144.00	96.34		4	90.00
—	—	1	25.00	25.00		—	—
—	—	—	—	1.52		—	—
1	5.39	—	—	—		2	87.00
—	—	—	—	—		2	55.00
24	723.82	86	3584.27	2371.68		86	3853.71
4	124.53	6	277.77	217.01		11	719.41
11	185.50	35	490.50	447.89		37	532.92
39	1033.85	127	4352.54	3036.58		*134	5106.04

participating in the total financial requirements of four concerns aggregating Rs. 3,231.07 lacs. As the specific quantum of assistance 3 & 8 in respect of these applications.

## INDUSTRIAL FINANCE CORPORATION OF INDIA

## OFFICERS OF THE CORPORATION

HEAD OFFICE

		A. BAKSI	<i>Chairman</i>		
		C. D. KHANNA	<i>General Manager</i>		
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J. P. SHARMA	<i>Technical Officer</i>	S. N. PAI	<i>Manager</i>	B. S. NEGI	<i>Law Officer</i>
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A. S. KHURANA	"	T. K. MITRA	"		
K. C. HUKMANI	"	I. S. NANGIA	"		
S. P. BANERJEE	"	S. D. KHOSLA	"		
S. K. MAHESHWARI	"	R. R. RAO	"		
P. BRAHMACHARI	"	N. P. CHAKRABORTY	"		
		W. N. KAPUR	"		
		M. N. KHUSHU	"		
		J. N. BISWAS	"		
		V. RAMACHANDRAN	<i>Cost Accountant</i>		
<u>BOMBAY OFFICE</u>		<u>MADRAS OFFICE</u>		<u>CALCUTTA OFFICE</u>	
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R. K. KHOSLA	"	S. S. L. GUPTA	<i>Law Officer</i>	A. K. GHOSE	<i>Law Officer</i>
L. D. MUNDKUR	<i>Law Officer</i>				